

- SF City Planning

**Draft
Environmental Impact Report
EE 81.18**

Marathon Development California, Inc.

**SECOND AND FOLSOM
PROJECT**

San Francisco, California

DOCUMENTS DRAFT

10/19/1981

**Publication Date:
13 November 1981**

**Comment Period:
ends 28 December 1981**

**Public Hearing Date:
17 December 1981**



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DEPARTMENT OF CITY PLANNING

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DRAFT ENVIRONMENTAL IMPACT REPORT

MARATHON DEVELOPMENT CALIFORNIA, INC.

SECOND AND FOLSOM PROJECT
SAN FRANCISCO, CALIFORNIA

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Written comments should be sent to the Office of Environmental Review, 45 Hyde Street,
San Francisco, California 94102

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Marathon Development
California, Inc. :
1981.

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I. SUMMARY

A. PROJECT DESCRIPTION

The proposed Second and Folsom project would be located on a 136,000 square foot site generally bounded by Second, Folsom, Essex, and Harrison Streets, Assessor's Block 3749, Lots 25 and 51, San Francisco, California. The site is adjacent to the C-3-0 (Downtown Office) district.

The project sponsor is seeking conditional use approval for a planned unit development designed for general office use by existing San Francisco corporations who wish to remain in the City and are in need of office space with large floors to house their clerical, secretarial, and administrative support staffs.

The proposed project consists of 2 mid-rise office buildings. Building A would be a 12-story structure with a gross floor area of about 403,000 square feet. Building B would be an 11-story structure with a gross floor area of approximately 351,000 square feet. The total gross floor area would be 754,000 square feet.

The proposed project would have 592,000 square feet of occupied floor area including 26,000 square feet of ground floor commercial space and 566,000 square feet of office space. Ground-level commercial space would include retail shops and/or offices such as a drugstore, travel agency, bank, flower shop, jewelry store, shoe repair, title insurance company, restaurant, clothing boutique, or book store. Floors above the ground level would be devoted to office use. Mechanical equipment would occupy about one-half the floor area on the top occupied floor of each building. There would be a rooftop penthouse on each building.

The proposed office complex would face onto a central courtyard located between the 2 buildings; pedestrian access to the courtyard would be via Second Street and via arcades at the ground levels of both buildings. Pedestrian access to Building A would be primarily at the corner of Second and Folsom Streets; pedestrian access to Building B would be primarily through the courtyard. Pedestrian access to Building A would also occur via

Second Street and via the arcade. The 2 buildings would be connected at lower levels by covered pedestrian walkways.

Off-street parking and loading for the proposed project would be behind both office buildings, adjacent to the Bay Bridge bus ramps and the elevated freeway. Three hundred parking spaces, 4 truck loading areas and 4 van loading areas would be provided.

The project sponsor estimates that construction would cost approximately \$50 million. Construction would begin upon project approval and would take approximately 2 years. Assuming receipt of approvals by March 1982, occupancy would be planned for March 1984.

The site is located in an M-1 (Light Industrial) district. The basic floor area ratio (FAR) applicable to the M-1 district is 5:1. In an M-1 Zoning District, a floor area premium of 25% for that portion of a lot falling within 125 feet of the corner may be added to the site area for the purpose of calculating the allowable gross floor area for the site. Using this premium, the allowable gross floor area for the site would be 721,270 square feet. The buildings would have a gross floor area of 754,000 square feet and an FAR of 5.23 to 1.

The height and bulk district for Lot 25 is 130-G, which allows a maximum building height of 130 feet with a maximum building length of 170 feet and a maximum diagonal dimension of 200 feet above 80 feet. Lot 51 is in height and bulk district 105-F, which allows a maximum building height of 105 feet and maximum length and diagonal dimensions of 110 feet and 140 feet above 80 feet, respectively. Building A would be 130 feet in height; Building B would be 105 feet in height.

B. IMPACTS

1. Initial Study

An Initial Study was prepared for the Second and Folsom project to identify potential environmental issues resulting from the proposed project. These issues are covered in this EIR. Certain potential environmental issues of the proposed project were determined to be insignificant, and therefore are not addressed in this EIR. A copy of the Final Initial Study is attached to this report as Appendix A, page A-1.

2. Land Use

The proposed project would cumulatively contribute to new and proposed development occurring adjacent to the C-3-0 district.

The proposed project would add 566,000 square feet of office space and 26,000 square feet of ground floor commercial space to the South of Market area.

3. Visual and Urban Design

The proposed structures would partially obstruct views to portions of the Financial District and adjacent buildings from the freeway and surface locations south of the project site.

The project would not comply with applicable bulk requirements. The 2 parcels involved are in 2 different height and bulk districts. The project has been designed independently from these district boundary lines in the format of a PUD.

The project would represent a continuation of the trend toward buildings without detailed ornamentation.

4. Population, Employment and Housing

The 47 to 48 jobs currently at the site would be relocated to a new site either in San Francisco or the East Bay. Approximately 3,000 new jobs would be created on the site due to the new office/retail use. A total of 830 person-years of construction labor would be generated.

The new office space would result in a demand for approximately 635 housing units.

5. Transportation

The proposed project would generate about 11,900 daily person trips. Approximately 2,200 of the daily trips would occur during the evening peak hour.

There would be a decrease in traffic Level of Service from B to C at the intersection of Folsom and Second Streets (see Appendix D, page A-53, for Definitions of Levels of Service).

Increased traffic in the industrial area south of the project site due to cumulative development would increase the degree of traffic conflict with truck delivery and loading functions. Truck delivery and loading would be disruptive to through-traffic flow. The increased through-traffic would make truck maneuvering such as backing up to loading docks more difficult.

The project would add up to 2% to the 1983 Muni load factors. Cumulative downtown development would raise load factors by up to 25%.

With a design capacity of 8,090 peak-hour passengers, the effect of cumulative downtown development on Golden Gate Transit would be to raise patronage beyond this figure by 1983. The project would add 1 to 2% to existing peak hour ridership.

The proposed project's parking requirements would be 1,196 spaces according to the San Francisco Planning Code. Based on an employee survey in the area, the proposed project's parking requirements have been estimated at 1,000-1,100 spaces including short-term parking. The proposed project would provide 300 parking spaces, leaving a deficit of 700 to 900 spaces. A transportation program would reduce the parking demand approximately 150-200 spaces (see Section I.C.2., page 6).

6. Air Quality and Climate

The project would act as an indirect source of atmospheric emissions by generating automobile traffic.

Shadows from the project would affect the south side of Folsom Street and the freeway ramps east of the site.

7. Noise

Instantaneous maximum interior sound levels of up to 60 dBA on the upper floors would be expected as trucks and buses pass on nearby roadways. Instantaneous maximum interior sound levels of up to 58 dBA on the lower floors would be expected as trucks and buses pass on Second Street. An analysis of the noise reduction requirements of the proposed project would be done, and necessary noise insulation features would be included in the design.

During construction, noise- and vibration-generating activities, particularly the use of impact wrenches, would have an impact on the PT&T Building across Second Street, and the buildings located across Folsom Street. Construction noise in San Francisco is regulated by the Noise Ordinance.

8. Community Services and Public Utilities

A preliminary flow test of the existing water mains serving the project area indicated that obtaining the minimum flow rate at fire pumps of 750 gpm, as required by the Building Code, may require new piping.

9. Economic and Fiscal

Total annual property tax that would be expected from the proposed project would be \$631,000. The net addition to the San Francisco property tax base would be about \$61.2 million. The net increase over existing composite property tax revenues to San Francisco would be from \$520,000 to \$640,000.

The project would generate new payroll, business, sales and utility uses tax revenues that would range from \$923,000 to \$1,071,000.

10. Energy

The total annual energy use for the proposed project would be 76 billion BTU. This would be the equivalent of 13,600 barrels of oil. Design features would be incorporated into the building to minimize energy consumption and comply with the requirements of California Administrative Code, Title 24, Energy Conservation Standards.

11. Historical and Cultural Resources

Historical artifacts may be encountered during project development.

12. Growth

The project would represent a growth of about 1% in the high-rise office space in downtown San Francisco.

The project would continue the trend toward intensified office use south of Market Street. Together with other new office development near the site, it could stimulate further office growth in the immediate vicinity on lots currently used for parking or occupied by low-rise structures containing business support services.

C. MITIGATION MEASURES

1. Visual

The project sponsor is considering an alternative design which would reduce the visual impact of the project.

2. Housing

The 635 housing-unit demand could be met by either providing for all of the units off-site or by providing for a portion of the units on-site, in a mixed-use development, with the remainder off-site. The project sponsor has not agreed to either of these mitigation measures for economic reasons.

3. Transportation

The project sponsor would implement a transportation program with a goal of reducing employee single-occupant auto commuting to under 10% of the total employee work force within 3 years. This would reduce the project's parking demand by approximately 150-200 spaces, leaving a deficit of 500 to 750 spaces.

4. Air Quality

Car pooling, van pooling, staggered work hours, and other transportation mitigation measures would also mitigate air quality impacts.

5. Noise

If special noise problems arise at nearby sites, mitigation measures that would be considered include scheduling noisy activity during minimum use time and shielding windows with gypsum board.

6. Water Service

The project sponsor would contact the San Francisco Water Department to conduct a water main capacity test. If required, the project sponsor would request the Water Department to increase the size of the water main serving the proposed project. The costs would be borne by the project sponsor.

7. Energy

The project sponsor would monitor the structure's energy use for space and water heating, ventilation, air conditioning and lighting, for a period of 1 year. If the structure's energy use exceeds the 126,000 BTU per gross square foot per year limitation stipulated by Title 24, an energy audit would be performed, and mitigation measures would be developed to bring the energy consumption into conformity with the law.

8. Seismicity

The effects of excavation on the elevated approach ramp east of the site would be evaluated and appropriate shoring would be emplaced.

D. ALTERNATIVES

A No Project Alternative would involve no new construction. The existing parking lot and 2- to 3-story building would remain indefinitely. Based on an analysis showing the need for a large-floor use office building close to the financial district, the project sponsor favors a San Francisco location. No other Bay Area locale has been identified which meets the financial and design criteria of the project sponsor.

A Phased Project Alternative would complete half of the project before construction on the second half begins. Office, commercial, and parking space would be equally divided between the 2 phases. Impacts occurring from the proposed project would be distributed over an extended time period. Construction traffic impacts would last longer but would not be as intense. Visual impacts would not reach full magnitude until project completion. Each phase would be designed and marketed to stand on its own financially.

The project sponsor is considering the option of submitting a subdivision application to allow an office condominium development. This type of development could provide increased revenue to the City compared to the proposed project.

The proposed project would create a potential City housing demand of approximately 635 units. Due to current zoning, 227 housing units (340 units under a PUD) would be allowed on the project site. Four housing alternatives are suggested. The first alternative would involve the proposed project plus housing. Units would be added to Building B causing it to exceed the height limit. The housing construction would be exposed to excessive freeway noise. Energy use would be increased and demand on municipal services would be higher than for the proposed project.

A reduced office project plus housing would have many of the same impacts as the proposed project, although less intense. This alternative would comply with height and bulk limitations.

The third housing alternative would locate all housing off-site. The location, housing mix, inclusion of low and moderate-income housing, and method of financing for 635 housing units has not been determined.

The fourth housing alternative would locate all housing on site with no office building. This could ameliorate the housing demand in San Francisco depending on the type of housing constructed. Noise impacts would be similar to the first housing alternative but energy demand would be less. Parking demands, and pedestrian and transit impacts would vary. Demands on municipal services would be greater than for the proposed project. The project sponsor has made a decision to not include on-site housing as part of the proposed project because a reduction of the proposed project to accommodate housing would be economically infeasible.

Because the project would be bulkier than the existing low-rise structures in the area, the project sponsor would consider an alternative design that attempts to reduce the visual impact of the project. With this alternative the bulk limits would be exceeded, and wind effects may be greater along Second and Folsom Streets. All other impacts would be similar to those of the proposed project.

An industrial facility of 100,000 square feet has been considered with parking; the total space would be 117,500 square feet. Although a much larger facility could be built, the project sponsor feels that it would be hard to market. With this alternative, noise, traffic, energy, and shadow effects would be less than those of the proposed project.

An office/retail project complying with the Planning Code would not exceed height and bulk limits. It would require 1,226 parking spaces. To achieve this alternative the office space for the proposed project would have to be reduced by 34%. All impacts would be accordingly reduced. The project sponsor does not consider this to be an economically viable alternative.

The last alternative is derived from applying the guidelines that are proposed in Guiding Downtown Development, a City Planning document dated May 1981. Guidelines applicable to the proposed project deal with truck loading requirements, housing and industry. Eight truck loading spaces would be required, as well as 650 housing units. If the Planning Code were revised to make primary office and residential uses conditional uses in the C-M and M-1 and M-2 districts, the project site would have to meet certain criteria: the site is not likely to be marketed for industrial use; office or residential use will not be incompatible with industrial uses on adjacent properties; and the office use will be of a service nature to the downtown.

II. PROJECT DESCRIPTION

A. LOCATION

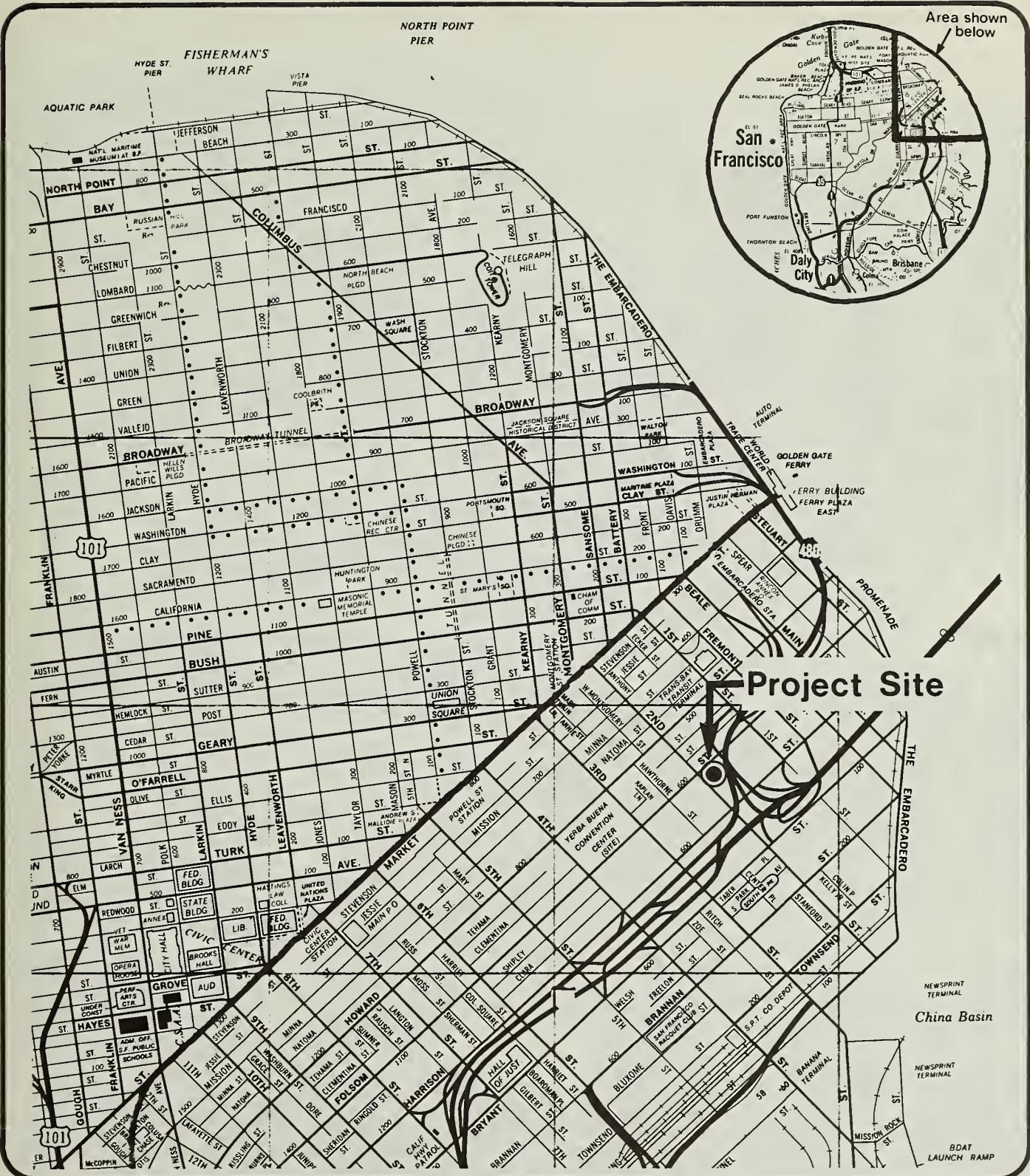
Marathon Development California, Inc. proposes to construct an office complex on part of Assessor's Block 3749, lots 25 and 51, bounded generally by Second, Folsom, Essex, and Harrison Streets (Figures 1, 2 and 3, pages 11, 12 and 13). The proposed project consists of 2 mid-rise office buildings on a 136,000-square foot site. The northernmost building (Building A) would be located entirely on lot 25, while the second building (Building B) would be located partly on lot 25 and partly on lot 51.

B. OBJECTIVES OF PROJECT SPONSOR

The proposed project is being designed for general office use by corporations which are in need of office space with large floors to house their clerical, secretarial, and administrative support staffs. San Francisco corporations are in need of office space with over 20,000 or more square feet per floor to house their clerical, secretarial and administrative support staffs. The project sponsor intends to market the proposed project primarily to these San Francisco firms. The proposed project would provide needed office space which is economical by using a structural system where the cost is 5-10% lower than other conventional structural systems now in use.¹ Also, the design of larger floor space provides tenants with the opportunity to furnish each floor as cost efficiently as possible, breaking up work space with movable partitions or using an "open landscape" interior. Existing office firms that are seeking to consolidate their operations in 1 building, or are planning to expand operations, would be provided with new office space that is competitively priced within the regional market.

¹The current rents for office space in downtown San Francisco are in the range of \$24.00 to \$35.00 per square foot on an annual basis. They are escalating at the rate of 2% per month. A conservative forecast considering current conditions would place rents in the \$35.00 to \$45.00 range by 1983 and, in fact, some prime locations will demand in excess of \$50.00.

Ronald G. Boyer, First Vice President, Coldwell Banker, remarks delivered at San Francisco '81: A Coldwell Banker Real Estate Overview for Business, the Bohemian Club, San Francisco, 15 January 1981.



Site Location Map

SECOND and FOLSOM PROJECT

Figure No. 1



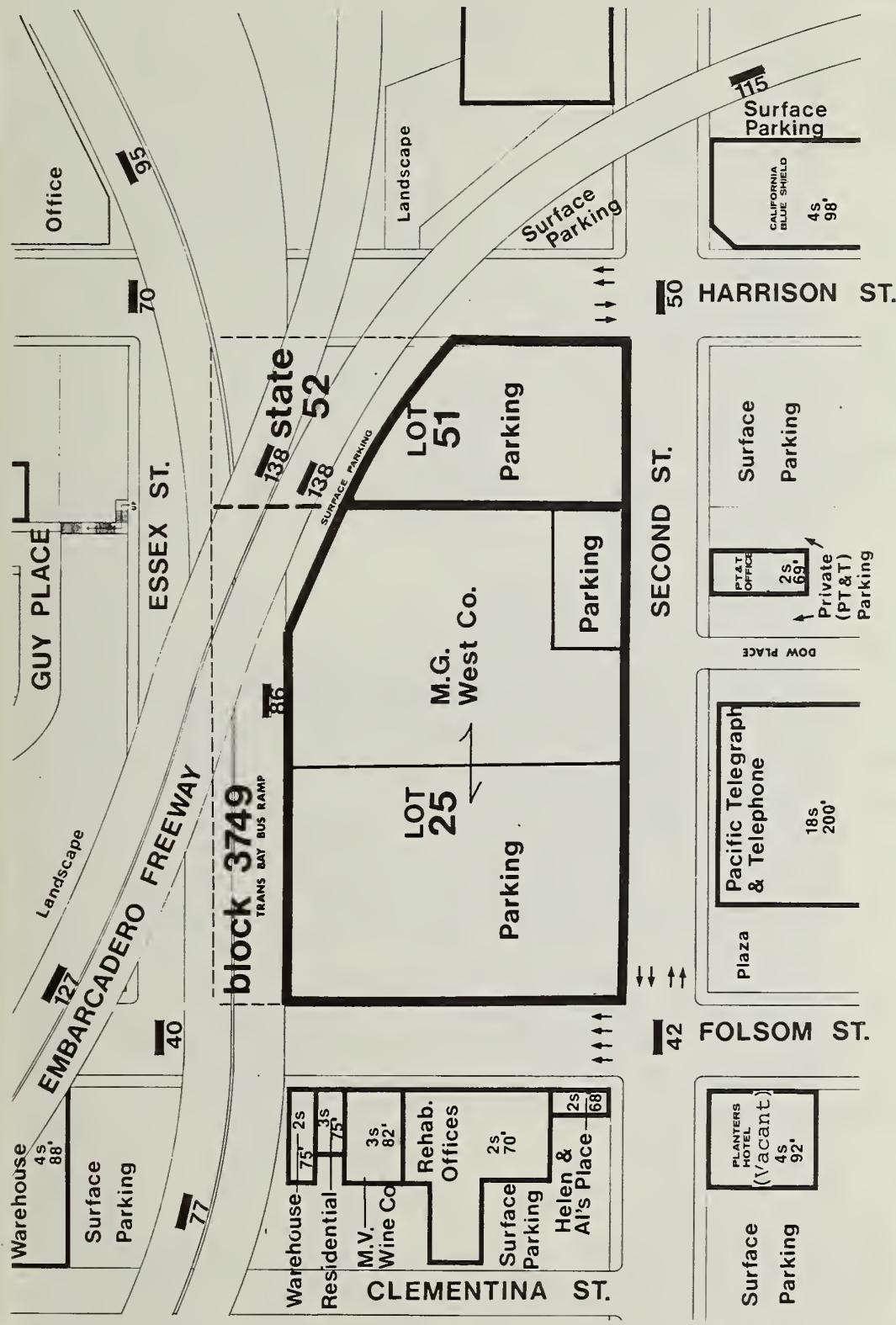
North

Scale 0 500 1000 2000 Feet



Aerial Photograph of Project Area

Figure No. 2



Land Use Map

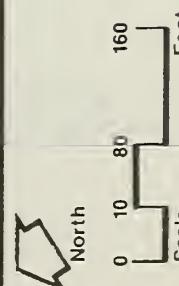


Figure No. 3

Lot 25	Lot Number
42	Elevation in Feet
18s	Number of Stories
200	ROOF Elevation

C. PROJECT DESCRIPTION

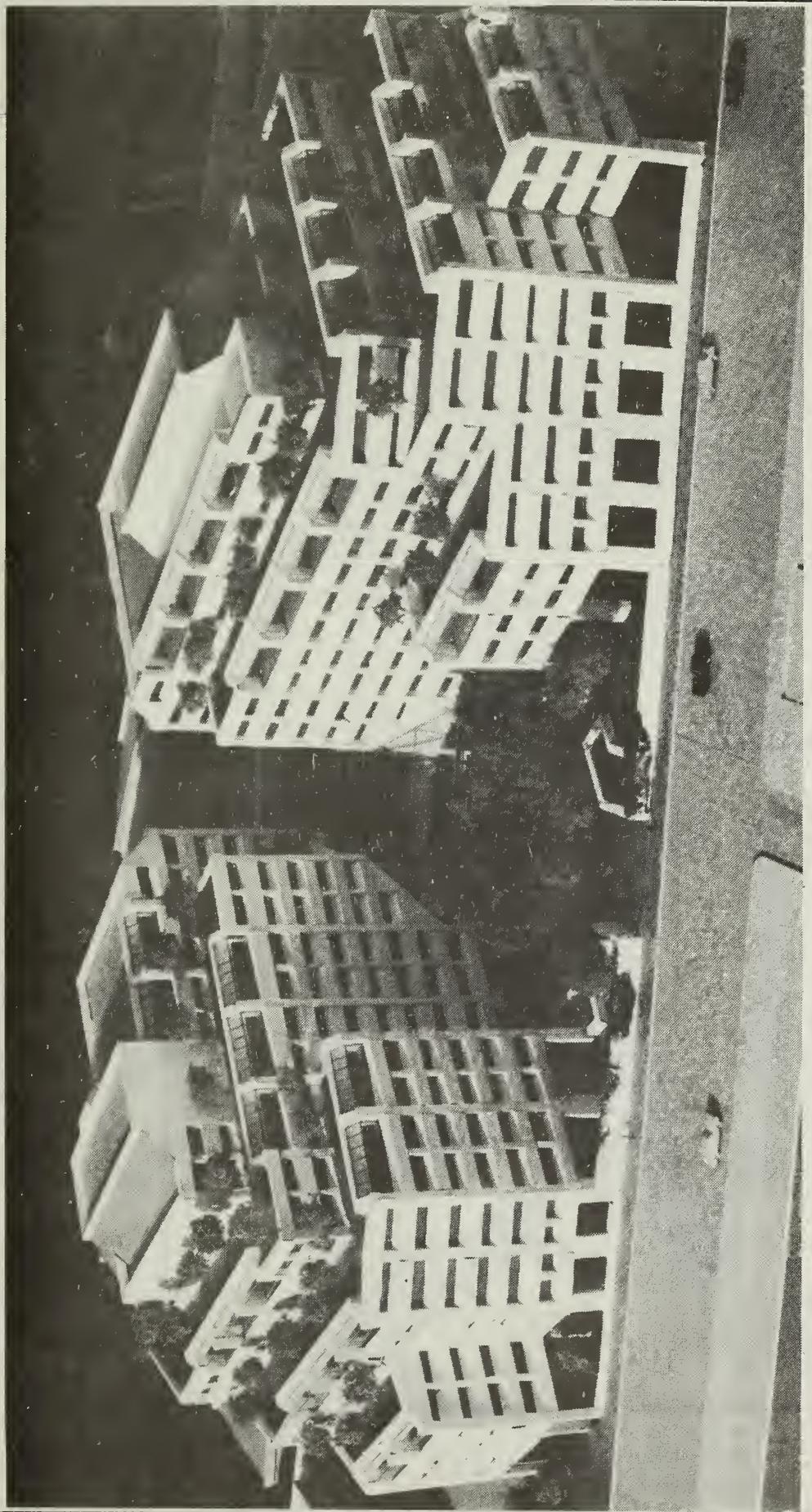
Building A would be a 12-story 130-foot-high structure with a gross floor area of 403,000 square feet (Figure 4, page 15). Building B would be an 11-story, 105 foot-high structure with a gross floor area of 351,000 square feet. The 2 buildings would have a combined gross floor area of 754,000 square feet and an FAR of 5.23 to 1.

The proposed project would have approximately 592,000 square feet of occupied floor area including 26,000 square feet of ground floor commercial space and 566,000 square feet of office space (see Figures 5 and 6, pages 16 and 17). Ground-level commercial space would include retail shops and/or offices such as a drug store, travel agency, bank, flower shop, jewelry store, shoe repair, title insurance company, restaurant, clothing boutique, or book store. Floors above the ground level would be devoted to office use. Mechanical equipment would occupy about one-half the floor area on the top occupied floor of each building, as well as a rooftop penthouse on each building (see Figures 7 and 8, page 18, and 19).¹

The proposed office complex would face onto an 18,000-square foot central courtyard between the 2 buildings (see Figures 9 and 10, pages 20 and 21); pedestrian access to the courtyard would occur via Second Street, and via arcades at the ground levels of both buildings. Pedestrian access to Building A would occur primarily at the corner of Second and Folsom Streets (see Figure 11, page 22), while pedestrian access to Building B would occur primarily through the courtyard. The 2 buildings would be connected at lower levels by covered pedestrian walkways (see Figure 9, page 20). Figure 12, page 23, shows sample upper level floor plans. Figures 13, 14, and 15, pages 24, 25, and 26 show additional perspective views of the proposed project.

Off-street parking and loading for the proposed project would be located behind both office buildings, adjacent to the Bay Bridge bus ramps and the elevated freeway. Three hundred parking spaces, 4 truck loading areas, and 4 van loading areas would be provided (see Figures 5 and 6, pages 16 and 17).

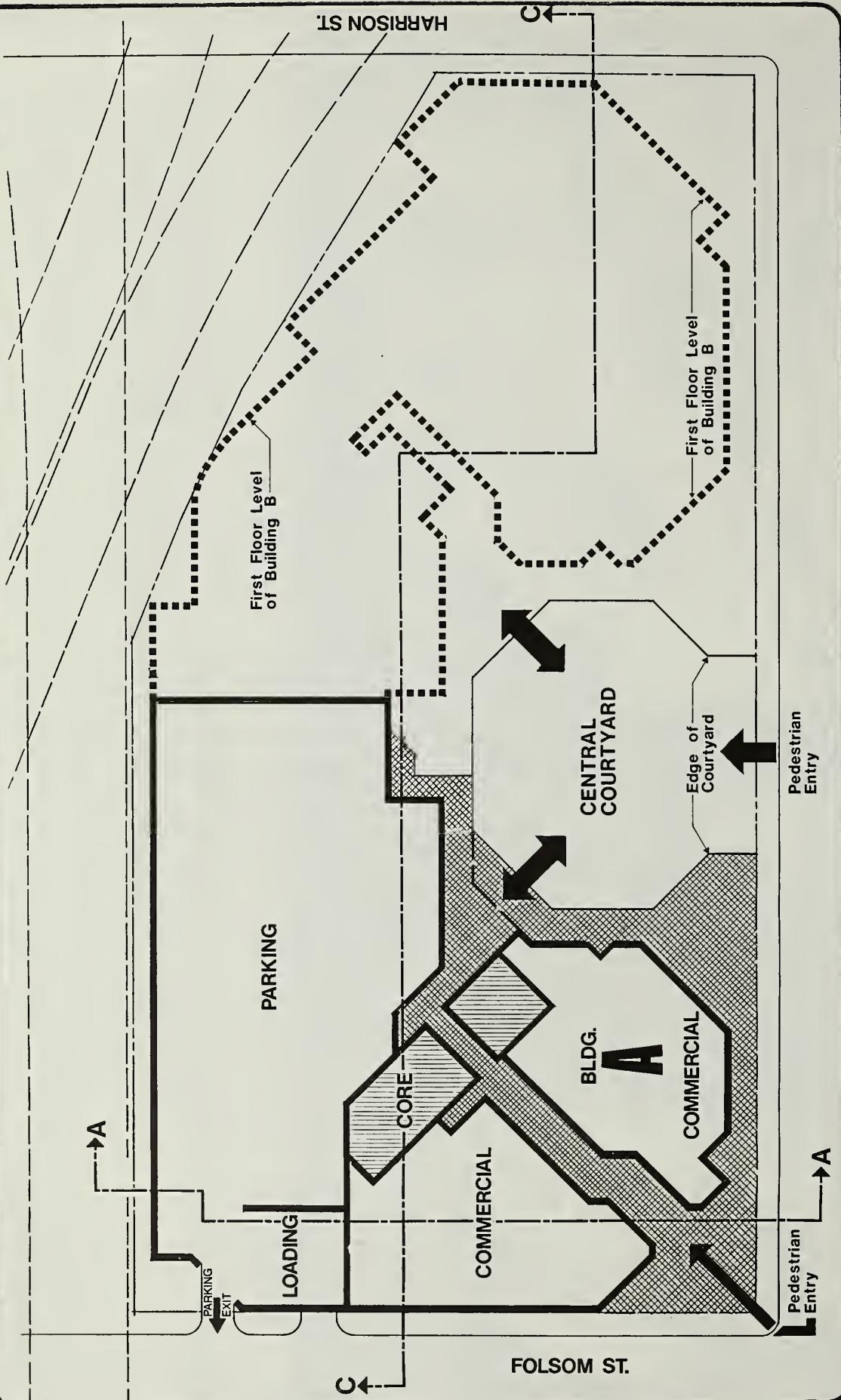
¹ Such mechanical penthouses are not included in the City's legal definition of building height (Planning Code Section 260(b)1(B)).



Building A
Building B

Project Model as Viewed from Second Street

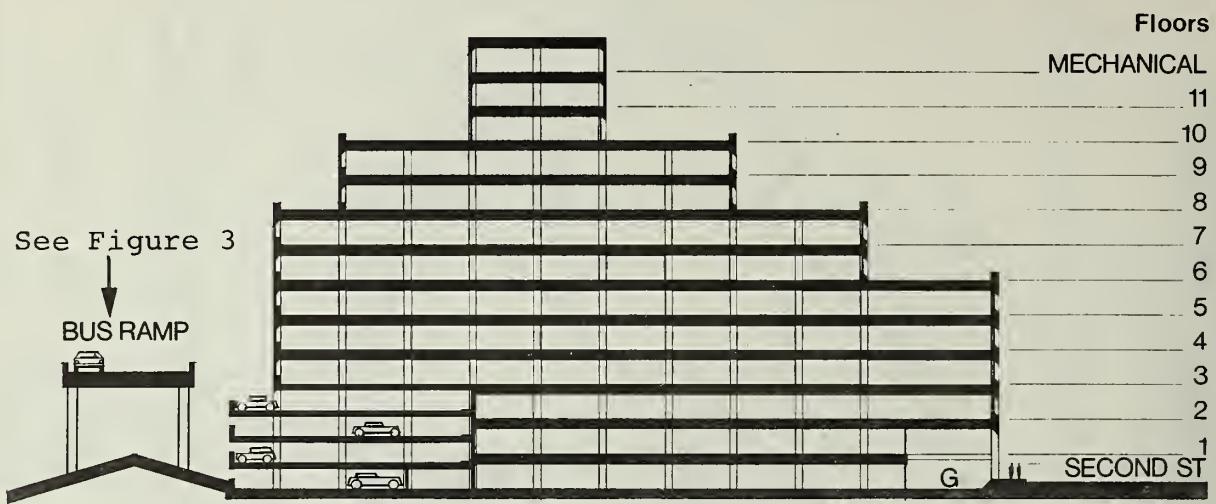
Figure No. 4



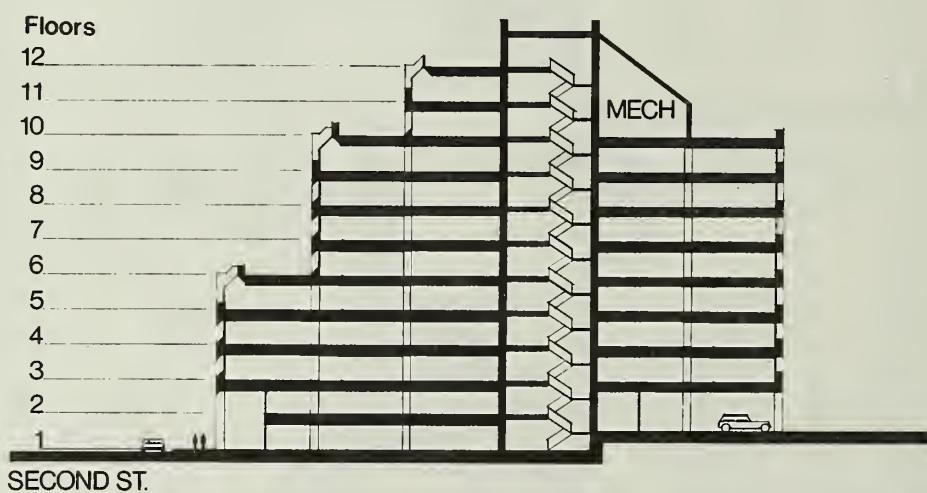
Site Plan: Ground Level

For Section A-A see Figure 7
For Section C-C see Figure 8

Figure No.5



Section A - A



Section B - B

Building Cross Sections

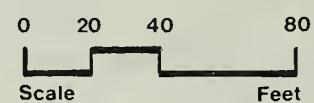
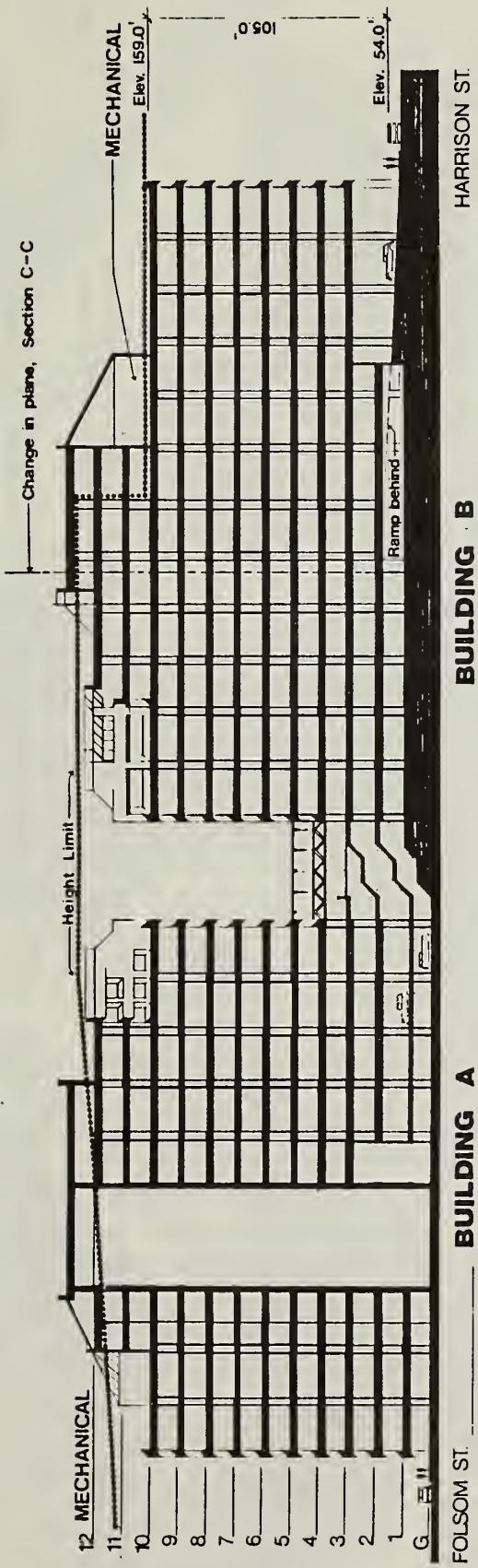


Figure No. 7



Section C-C

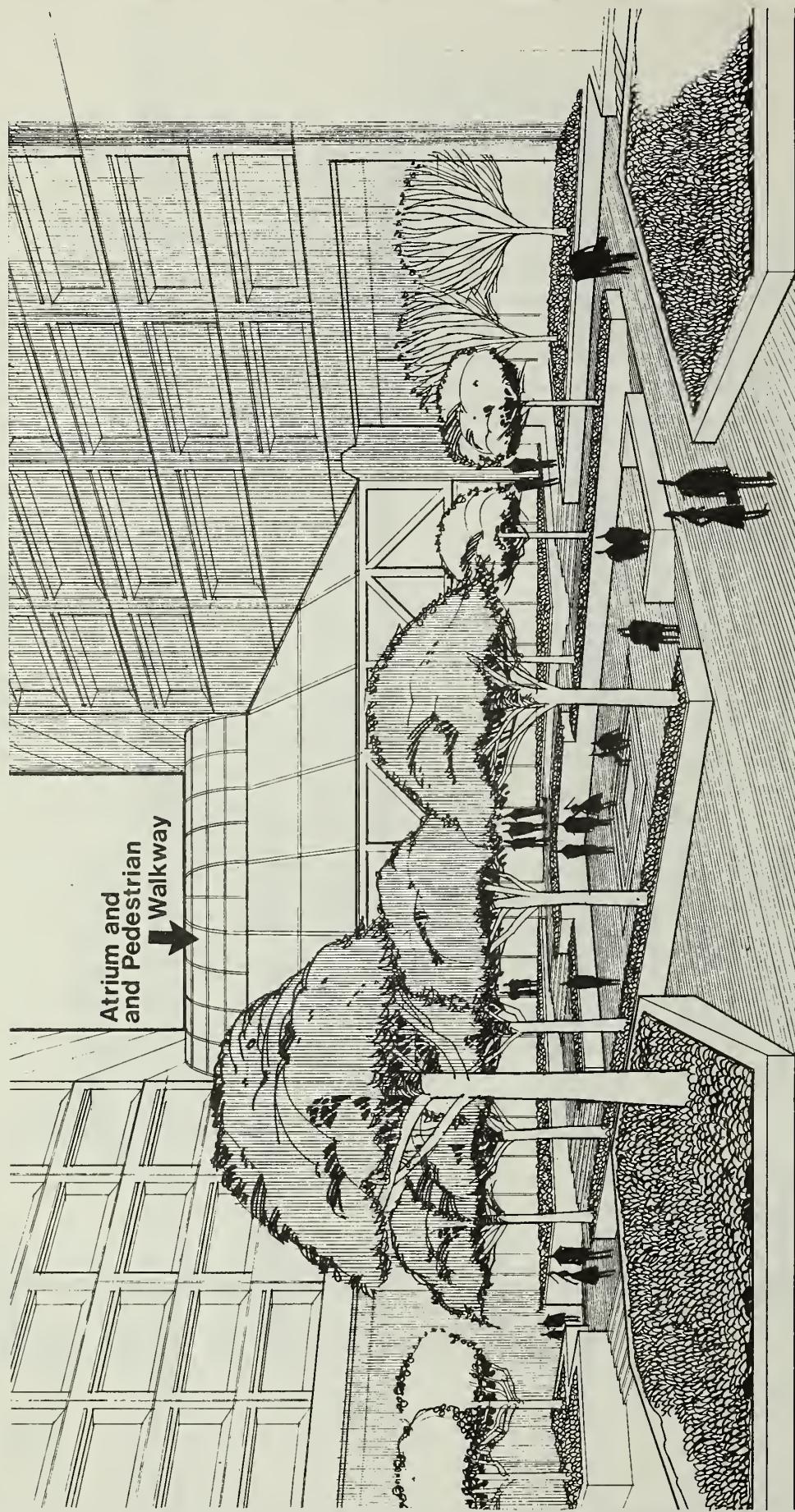
Existing Topographic Section



Section C-C



Figure No. 8



**Perspective Drawing of Central Courtyard,
as viewed from Second Street**

Figure No. 9

Model of Central Courtyard

Figure No. 10

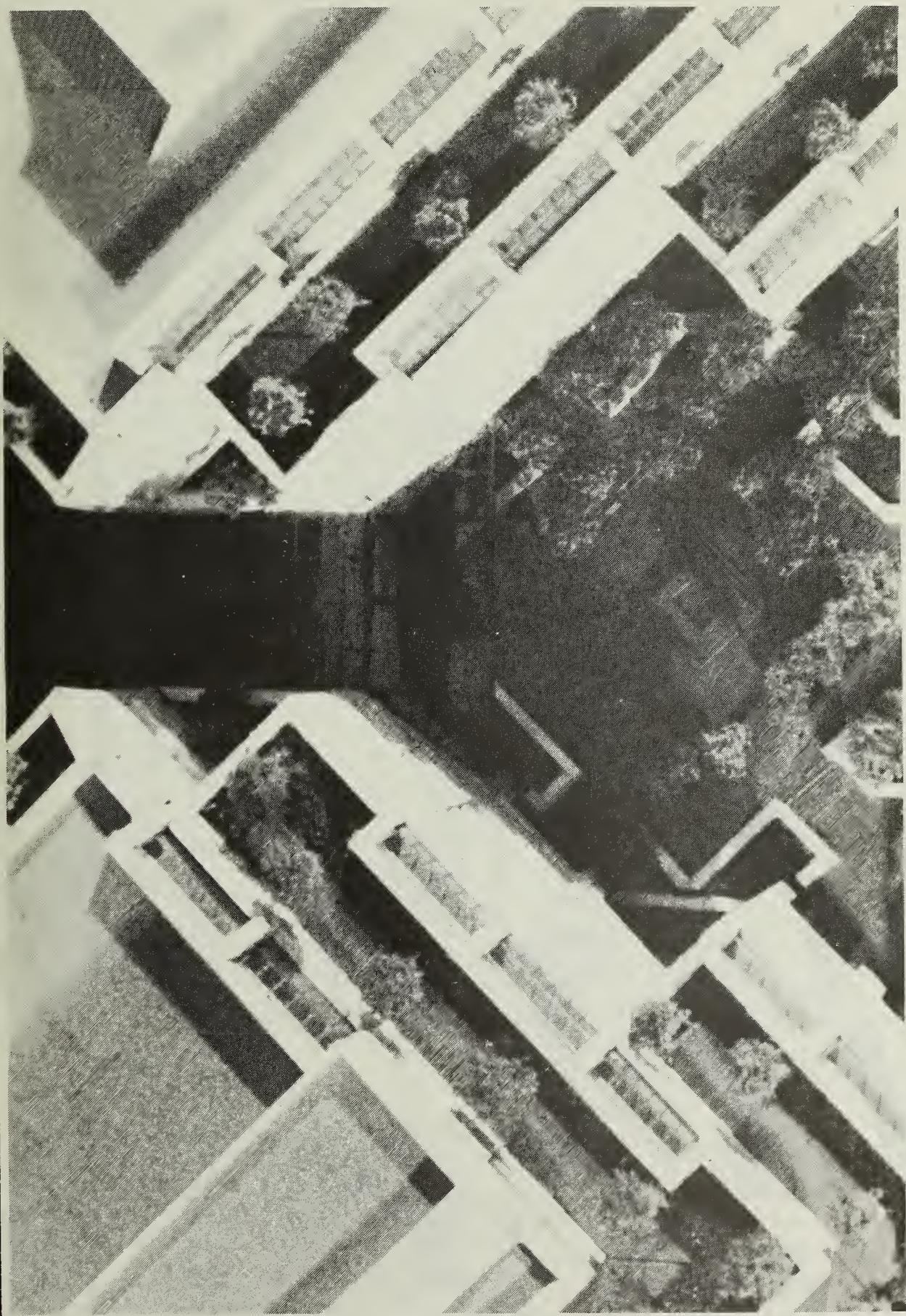
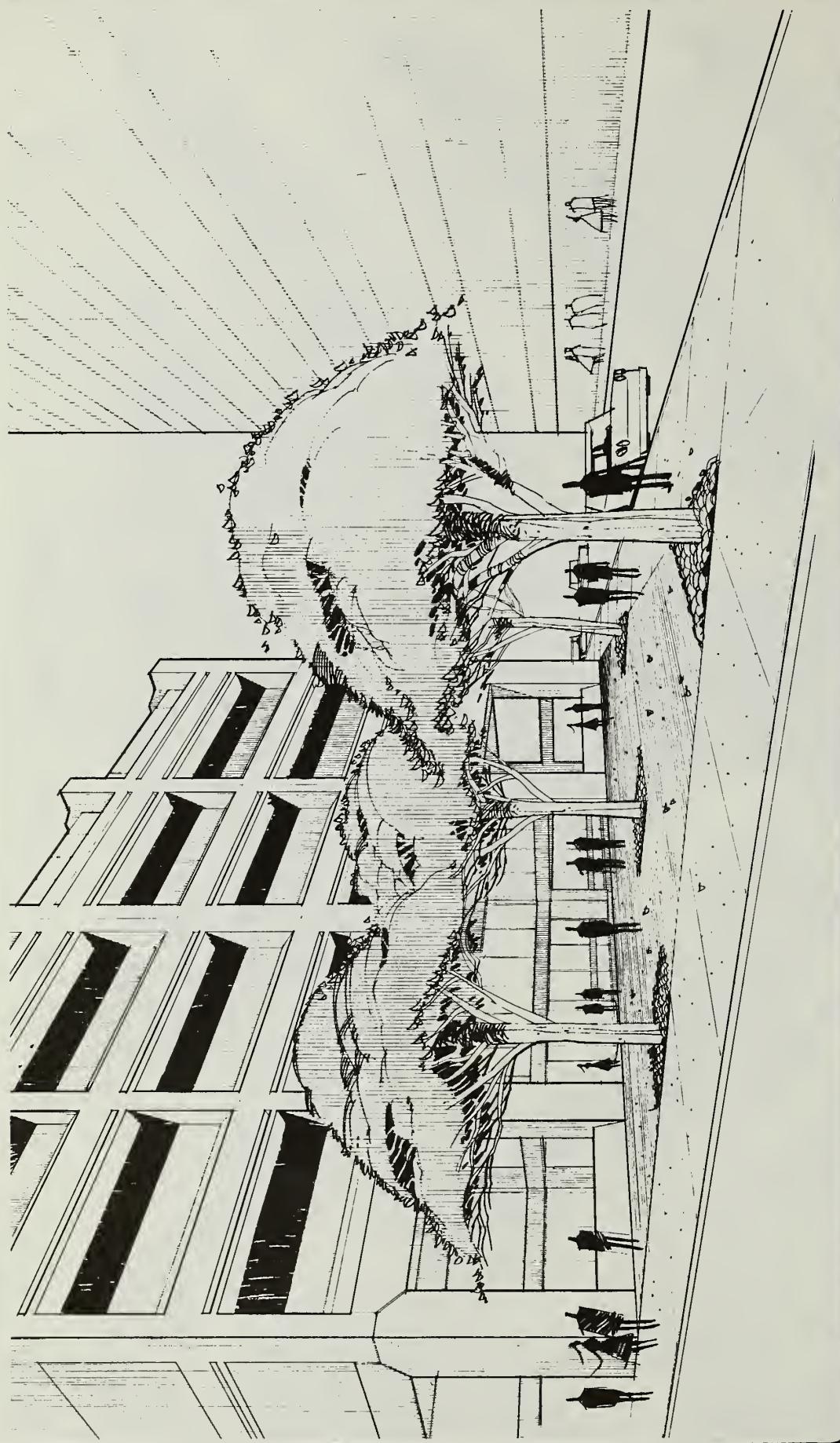
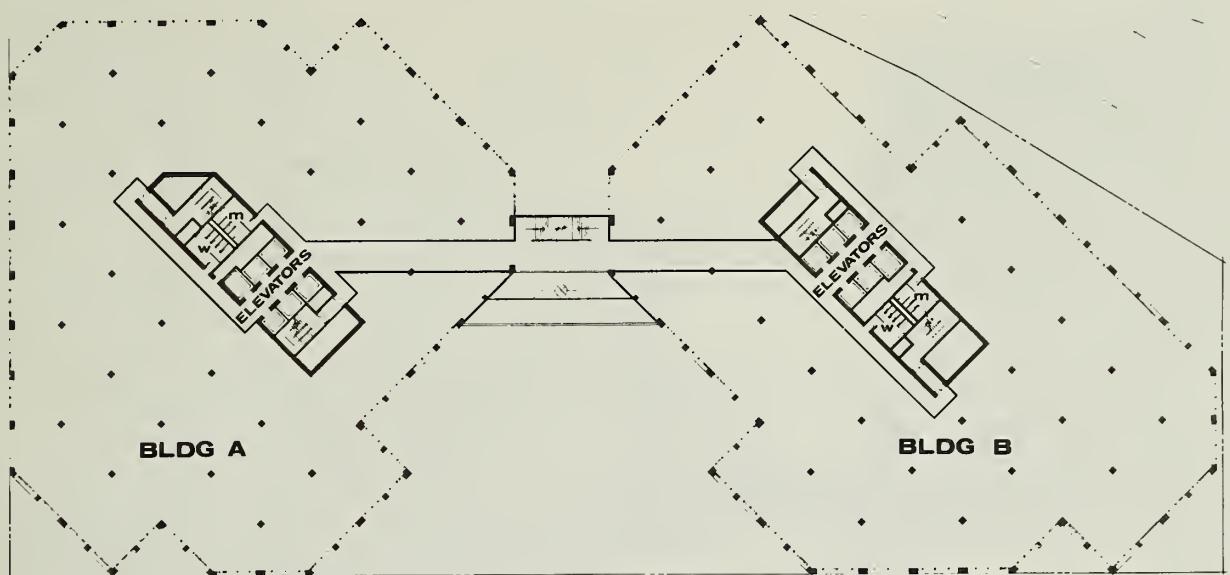


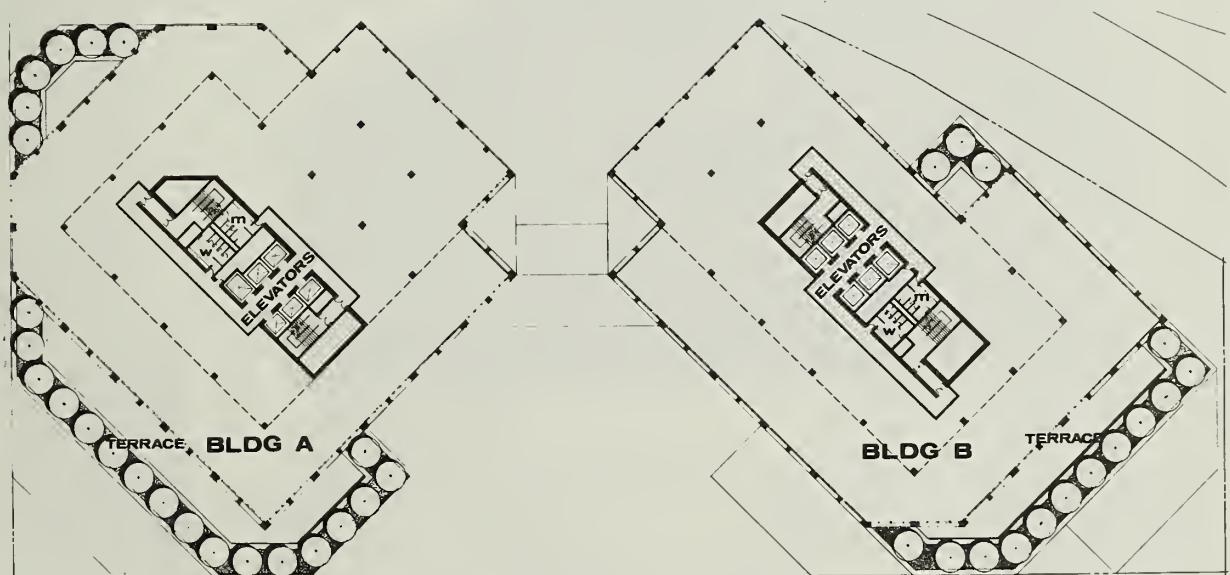
Figure No. 11

**Perspective View of Proposed Project From
Corner of Second and Folsom Streets**





Level 3



Level 8

Upper Level Floor Plans

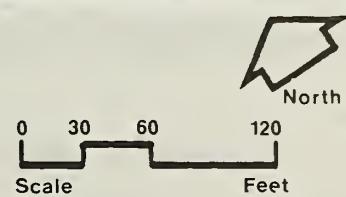
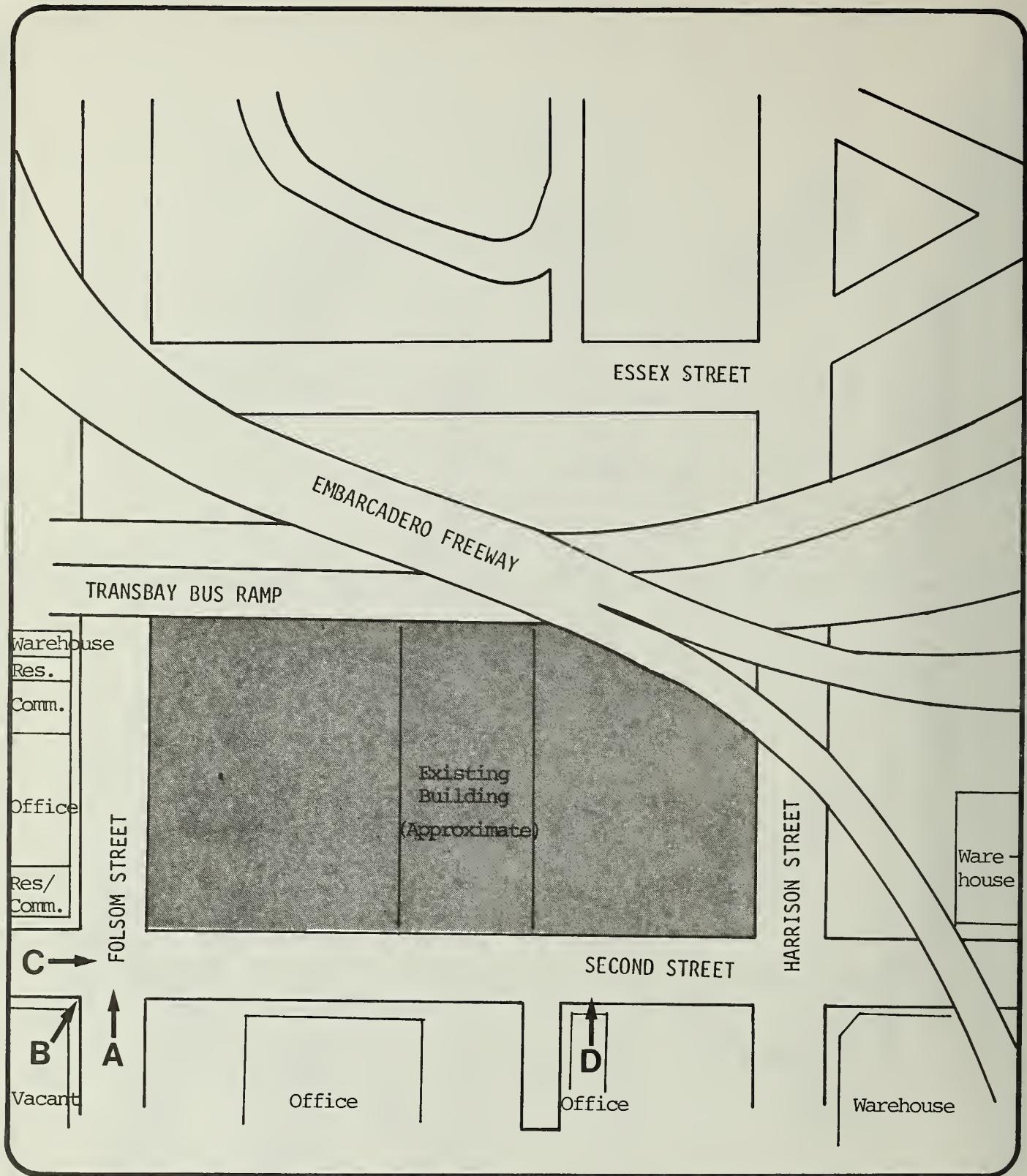


Figure No. 12

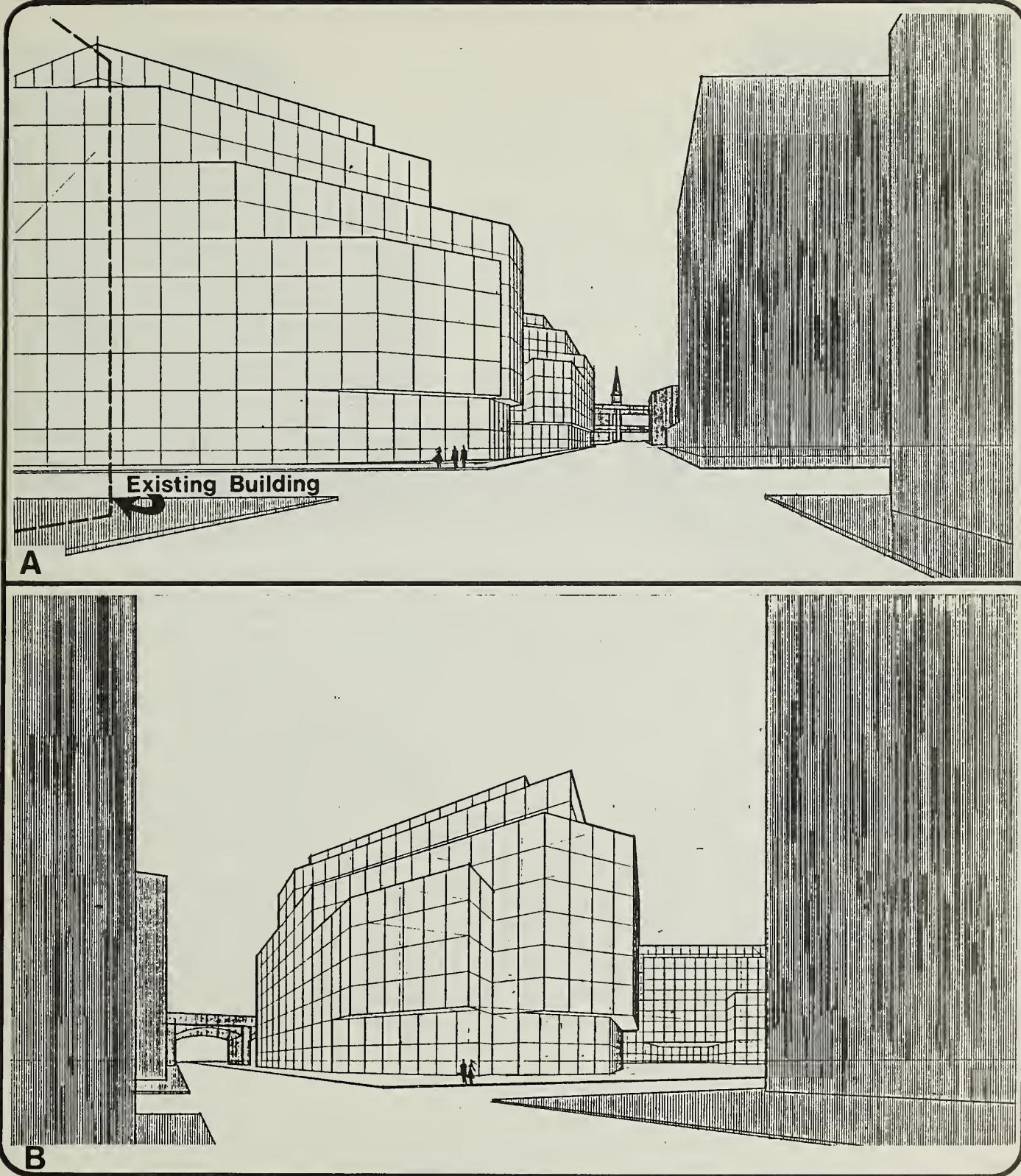


Perspective Viewing Locations



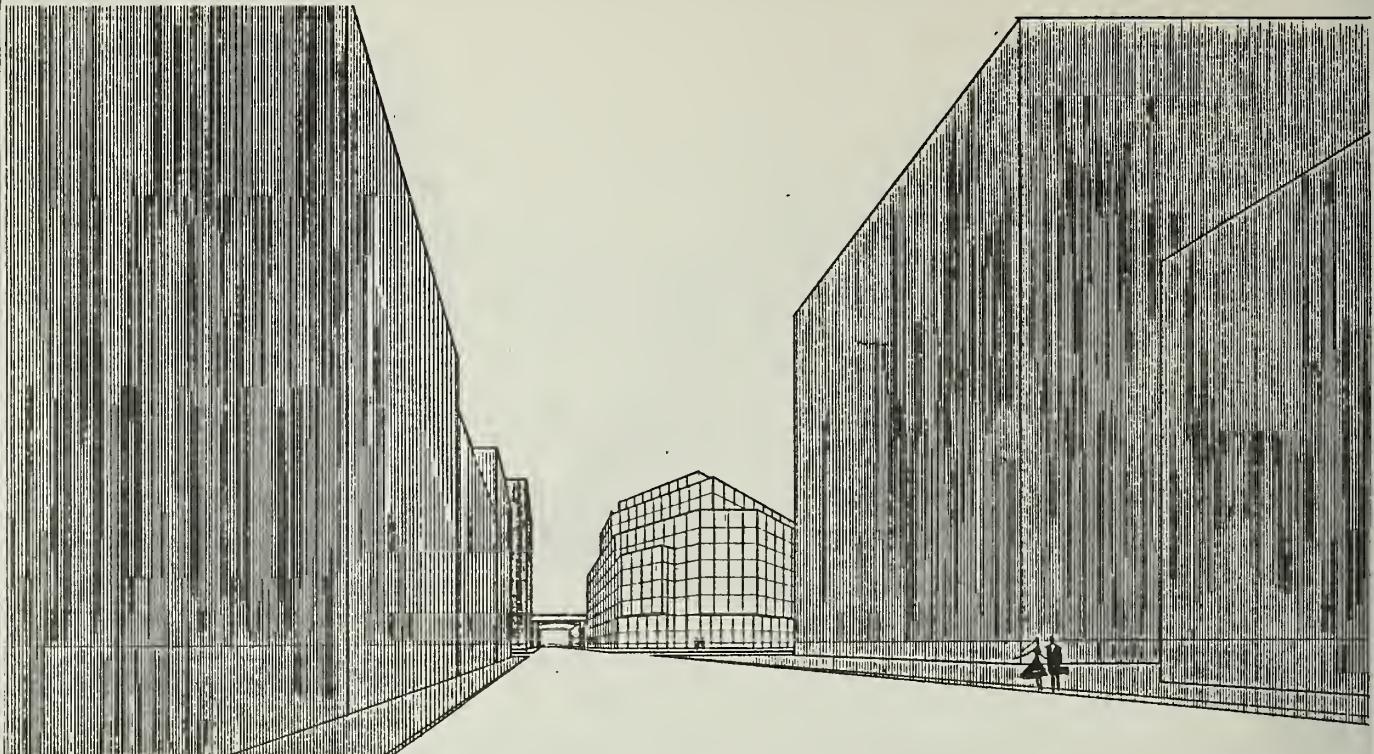
A → Location and Line of Sight

Figure No. 13

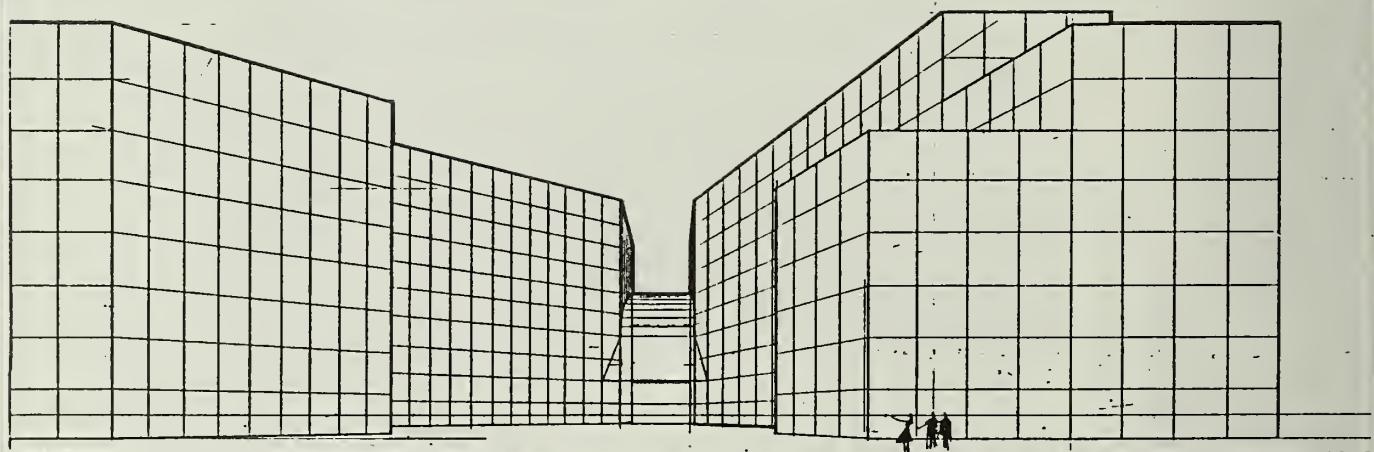


Perspective Views of Proposed Project
See Figure 13 for orientation

Figure No. 14



C



D

Perspective Views of Proposed Project
See Figure 13 for orientation

Figure No. 15

The project sponsor would have the utilities for each floor metered separately to promote energy conservation and to allow proper monitoring of energy use by the tenants.

The project sponsor estimates that construction would cost approximately \$50 million. Construction would begin upon project approval and would take approximately 2 years. Assuming receipt of approvals by March 1982, occupancy would be planned for March 1984. Architects for the project are Bolles Associates of San Francisco.

D. REQUIRED APPROVALS

The proposed project would require conditional use approval as a planned unit development. Conditional use approval would be required for increased floor area (FAR 5.23 to 1 instead of 5 to 1) (see Section IV.B., page 54), exceptions to the bulk provisions (see Section IV.B., Table 5, page 56) and a reduction in the required number of off-street parking spaces (300 instead of 1,196) (see Section IV.E.4, page 77). Pursuant to sections 303 and 304 of the San Francisco Planning Code, a development must meet certain criteria before a Conditional Use PUD permit may be granted. These criteria include requirements that the development be compatible with the neighborhood and not detrimental to the health, safety, convenience and general welfare of people living or working in the area. Specific criteria for Planned Unit Developments include: that the parcel include an area of at least one-half acre; that the property be either under common ownership or the subject of a single application by all owners; that the project affirmatively promote objectives and policies of the City's Comprehensive Plan; that the project provide adequate off-street parking and open space usable by project occupants and, where appropriate, by the public; that the density allowed not be equivalent to a zoning reclassification; and that no exemptions from height limits be authorized other than those allowed in the Planning Code. Table 4, page 55, illustrates how the proposed project would meet PUD requirements.

III. ENVIRONMENTAL SETTING

A. LAND USE AND ZONING

The project site is adjacent to the C-3 zoning district intended for the downtown central business district (the office center of the Bay Area) in a M-1 (Light-Industrial) District (see Figure 16, page 29). Uses permitted in M-1 Districts include professional and business offices, retail business or personal service establishments, automotive sales and services, repair garages, parking lots and buildings, wholesaling, and storage and light manufacturing.

The basic floor area ratio (FAR) applicable to the M-1 district is 5:1; any building on the site may contain a gross floor area of up to 5 times the area for the lot. In an M-1 Zoning District, a floor area premium of 25% for that portion of a lot falling within 125 feet of the corner (i.e., Second and Folsom, and Second and Harrison) may be added to the site area for the purpose of calculating the allowable gross floor area for the site¹ which would then be 721,270 square feet (see Table I).

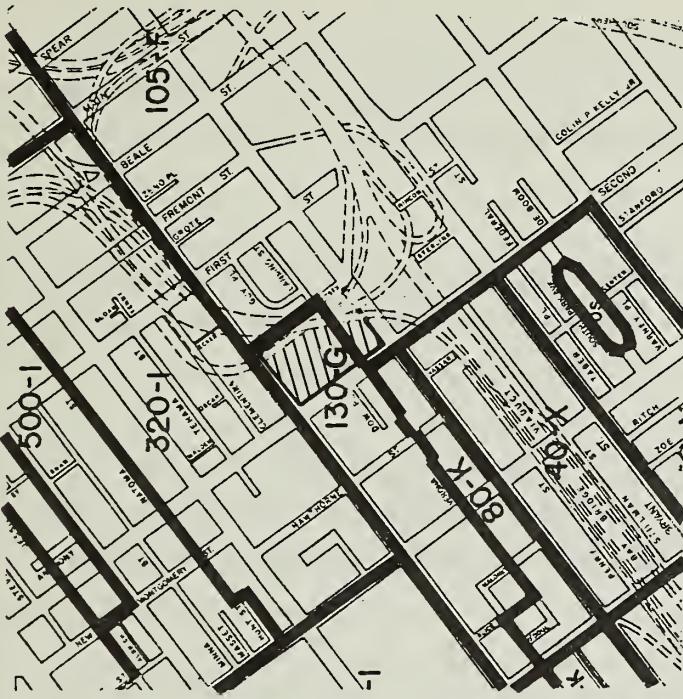
TABLE I
Floor Area Calculations

136,442	sq. ft.	-	Site Area
7,812	sq. ft.*	-	Corner Area
144,254	sq. ft.	-	Lot Area for purposes of floor area computation
\times	5	-	FAR 5:1
		-	Gross Floor area allowed

* 125 ft. x 125 ft. x 2 - 4 = 7,812 sq. ft.

The height and bulk district for Lot 25 is 130-G, which allows a maximum building height of 130 feet with a maximum building length of 170 feet and a maximum diagonal

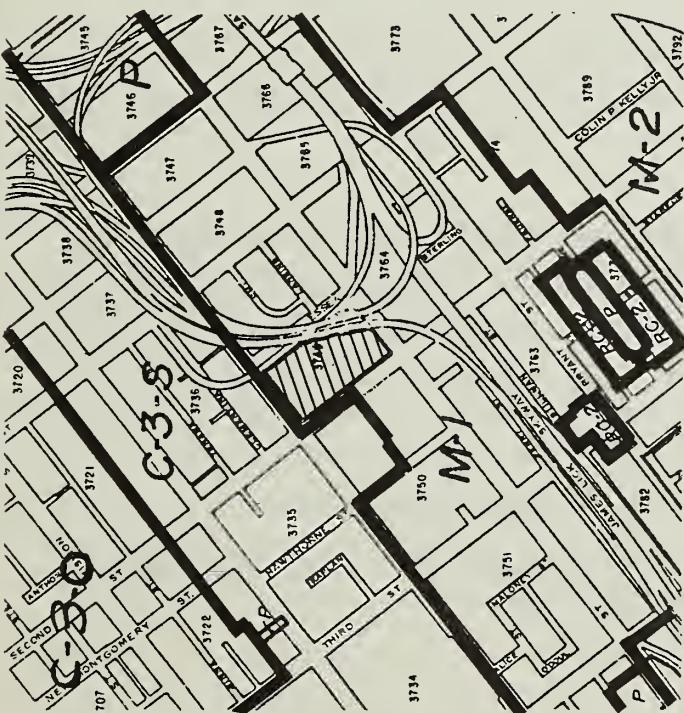
¹City and County of San Francisco, Planning Code, Section 102.13 and 125(a), 1979 Edition.



Project Site

OS OPEN SPACE DISTRICT

LETTER SYMBOLS REFER TO BULK LIMITS
IN CITY PLANNING CODE SEC. 270.
00-Z



Project Site

C-3-0	=	Commercial Districts
C-3-S	=	Commercial Districts
RC-2	=	Residential-Commercial
M-1	=	Industrial Districts
M-2	=	Industrial Districts
P	=	Public Districts

Zoning/Height and Bulk Districts

dimension¹ of 200 feet above 80 feet (see Figure 11, page 22). Lot 51 of block 3749 is in height and bulk district 105-F which allows a maximum building height of 105 feet and maximum length and diagonal dimensions of, respectively, 110 feet and 140 feet above 80 feet.¹

North of the site is the C-3-S Downtown Support District, west of the site is C-3-S and M-1, and M-1 continues to the south and east. The project area land uses are predominately parking facilities and 2-4-story commercial and industrial buildings.

The site is presently used for surface parking at the northern and southern end of the property. A 2-3 story concrete and brick structure separates the 2 parking areas. This building is used for offices, showroom, and warehouse by an office equipment leasing and supply firm.

The elevated ramps leading to the Bay Bridge and James Lick Freeway reach a height of 86 feet and form the eastern boundary to the project site. Within a 1-block radius of the site, building heights vary from 2 stories to the 12-story PT&T Equipment Building, (see Figure 3, page 13).

B. VISUAL QUALITY AND URBAN DESIGN

The area surrounding the project site is characterized by a variety of land uses including residential, offices, warehousing and light manufacturing (see Section III.A., Land Use, page 28).

Construction materials on building exteriors visible from the site include wood, brick, aluminum, stucco² and concrete. Building colors include the silver gray skin of the PT&T building on Second Street (which, because of the building's size, is a noticeable color), white, yellow, red, gray, and light tan to brown. Architectural styles range from

¹ City and County of San Francisco, Planning Code, Section 270, 1979 Edition.

² Stucco: a material made of Portland or "hydrolic" cement, sand and lime and applied in a plastic state to form a hard covering for exterior walls.

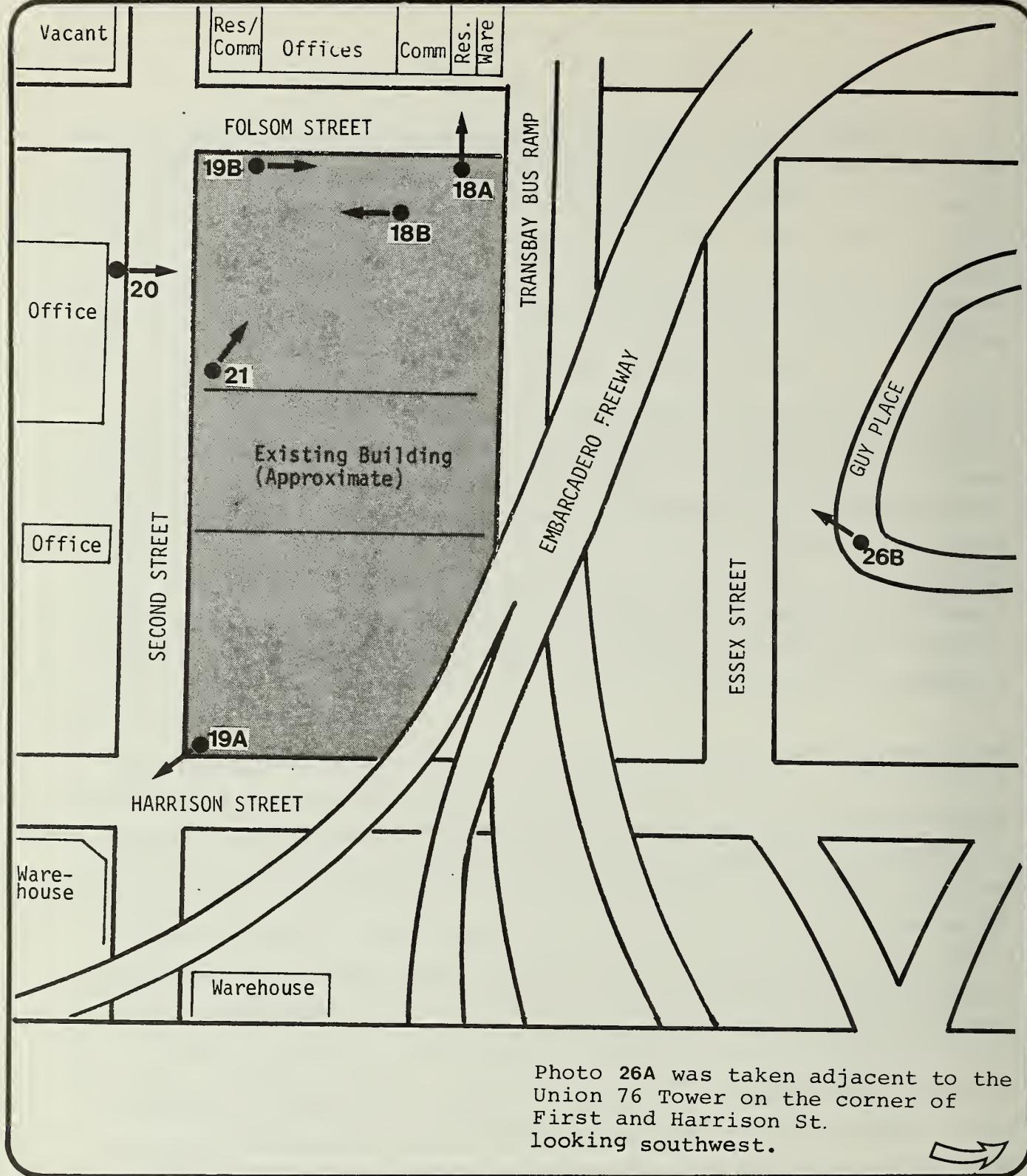
the bay window, Victorian design of a 2-story residential structure on Folsom Street opposite the site (Figure 18A, page 33), to the smooth skin of the windowless, rectangular-shaped PT&T building (Figure 18B, page 33). The 4-story Blue Shield building at the south corner of Second and Harrison Streets is partially oriented toward the intersection because of the building's truncated corner. The structure also retains the appearance of a warehouse due to the type and arrangement of windows and spandrels (Figure 19A, page 34).¹

The multiple levels of freeway ramps along the east margin of the site obstruct views to the Bay, buildings to the east and a hillside with residences and warehouses (Figure 19B, page 34, and Figure 20, page 35). Views west and southwest from the site along Harrison Street encompass the lower slopes of Twin Peaks and the upper floors of the Fox Plaza building at Market and Fell Streets. The dome of City Hall may be recognized in the distance because of open parking areas and low-profile buildings between it and the site. Downtown high-rise buildings, including the Bank of America building at Kearny and California Streets, may be seen rising above nearby structures to the northwest (Figure 21, page 36).

Near Folsom Street, adjacent to the project site, high-rise buildings along Market Street and Financial District structures are more noticeable than when viewed from Harrison Street (Figure 21). This is partly due to existing structures on the site that block views to the northwest from Harrison Street. Views along Folsom Street to the northeast and southwest are more confined and directional than along Harrison Street because there is less open space, buildings touch one another at the property line, and there are fewer open parking areas. To the northeast, the overhead freeway ramps obstruct views upward, and views tend to be downward under the ramps to a portion of the Bay near Treasure Island. Views to the northwest end at Twin Peaks.

In terms of constructed elements, the elevated freeway ramps adjacent to the site are visually dominant because of their height and length. There is no visual sense of beginning or end to the ramps as they curve around the site to the east and south. The ramps, constructed of steel beams and concrete, rise above most of the adjoining buildings in the area and impart a sense of enclosure to the east portion of the site. The only trees near

¹ Spandrel: In a multi-story building, a panel-like area between the top of a window on 1 level and the sill (base) of a window in the story above.



Project Area Photograph Locations

12 → Location and Line of Sight

North
Not to Scale

Figure No.17



A Low-rise structures on Folsom St. opposite project site.



B P.T. & T. building opposite project site on Second St.

Project Area Photographs

See Figure 17 for photograph orientation.

Figure No. 18



A Blue Cross building, southwest corner of Harrison and Second Streets.



B View east along Harrison Street adjacent project site.

Project Area Photographs

See Figure 17 for photograph orientation.

Figure No. 19



View across Second Street from PT&T Building

Project Area Photograph
See Figure 17 for photograph orientation

Figure No. 20



View north toward Financial District from project site.

Project Area Photograph
See Figure 17 for photograph orientation.

Figure No. 21

the project site are the sycamore trees along the curb of Second and Folsom Streets by the PT&T building.

C. POPULATION, EMPLOYMENT AND HOUSING

The project area has a low permanent population with most residents living in residential hotels.

There are approximately 280,000 office workers currently employed in the 60.5 million square feet of office space in San Francisco. The Association of Bay Area Governments¹ projects that employment in San Francisco offices will increase by 5,000 jobs per year between 1980 and 1985. An additional 1.25 million square feet of office space would be required yearly to accommodate this anticipated increase in potential employment.²

Approximately 320,000 housing units currently exist in San Francisco,³ of which approximately 13% are single-family detached structures. Approximately two-thirds of the total San Francisco housing stock is rented, although new housing is predominantly purchase housing.⁴ The rental vacancy rate is estimated at 3% or less. The vacancy rates for single-family and multiple-family homes are estimated at 1.0% and 0.8%, respectively.⁵

¹ Association of Bay Area Governments, San Francisco Bay Area Economic Profile, December 1979, as cited in Department of City Planning FEIR 101 Montgomery Street EE80.26, Certified 7 May 1981.

² Association of Bay Area Governments, San Francisco Bay Area Economic Profile, December 1979, as cited in Department of City Planning FEIR 101 Montgomery Street EE80.26, Certified 7 May 1981.

³ Eva Liang Levine, Planner, Department of City Planning, telephone conversation, 11 March 1981.

⁴ San Francisco Department of City Planning, FEIR Five Fremont Center, EE 80.268, March 1981.

⁵ Dennis Jones, Public Information Officer, Federal Home Loan Bank of San Francisco, based on the San Francisco Housing Vacancy Survey, conducted by the U.S. Postal Service and the Federal Home Loan Bank Board in September of 1980 and published in July 1981, telephone conversations, 11 March 1981 and 12 August 1981.

San Francisco's housing stock is characterized by low growth, low vacancy rates, and high purchase and rental costs in relation to typical local wages. The supply and affordability of available housing is restricted by these characteristics.¹ San Francisco, as a managerial center, has a higher than average number of employees with salaries high enough to afford the price of houses in San Francisco.

Increased housing costs in San Francisco correspond to the increase in employment relative to housing stock increase (i.e., employment grew 6 times as fast as the San Francisco housing stock between 1975 and 1980). The demand for housing in San Francisco relative to its population is primarily due to: people who are employed in the City and want to reside near their place of employment, a decrease in the number of dependents per household, and to the number of unrelated people who are willing to pool incomes to share housing. Other factors, such as an increase in the number of households, costs of building houses, and real estate investor purchasers also contribute to a tight housing market.

The effects of high housing costs are most dramatic for low-income groups, particularly the elderly and female-head households. Some low-income households are priced out of the market and are forced to relocate. The average market value of a house in the Bay Area was \$140,000 as of April 1981. From October 1975 to October 1980, the average price of a home increased 155% in the Bay Area, reflecting an average annual compounded growth rate increase of 21%. Rates of increase were highest in San Francisco (22.5%), above average along the Peninsula, lowest in the East Bay and similar to the regional average in the North Bay.¹

The job/housing imbalance in San Francisco in 1975 was estimated by the Association of Bay Area Governments to be about 1.65 to 1 (the ratio of the number of jobs to housing units). The ABAG projections indicate an increase of this ratio in the year 2000 to 1.92 to 1.² Thus, the demand for housing is likely to increase.

¹ Recht Haustrath and Associates, "Commercial Space, Employment, Housing and Fiscal Factors," for EIP Corporation, August 1981.

² Association of Bay Area Governments, Projection 79: Population, Employment, Housing 1980-2000, pages II-7, 10 January 1980.

The City was directed by an electoral mandate (Proposition K, November 1980) to establish policy to add 20,000 new housing units in San Francisco by 1 January 1985.¹ On 9 April 1981, Mayor Dianne Feinstein issued a housing policy statement (see Appendix B, page A-35) intended to promote the construction of 21,000 additional units of housing in San Francisco over the next decade. Her program consists of 4 basic elements: coupling housing development with office growth; identifying specific sites where new housing could be built without disturbing existing residential areas or displacing many jobs; creating a new financing mechanism to provide low interest home mortgages; and pursuing legalization and expansion of secondary units.

D. TRANSPORTATION

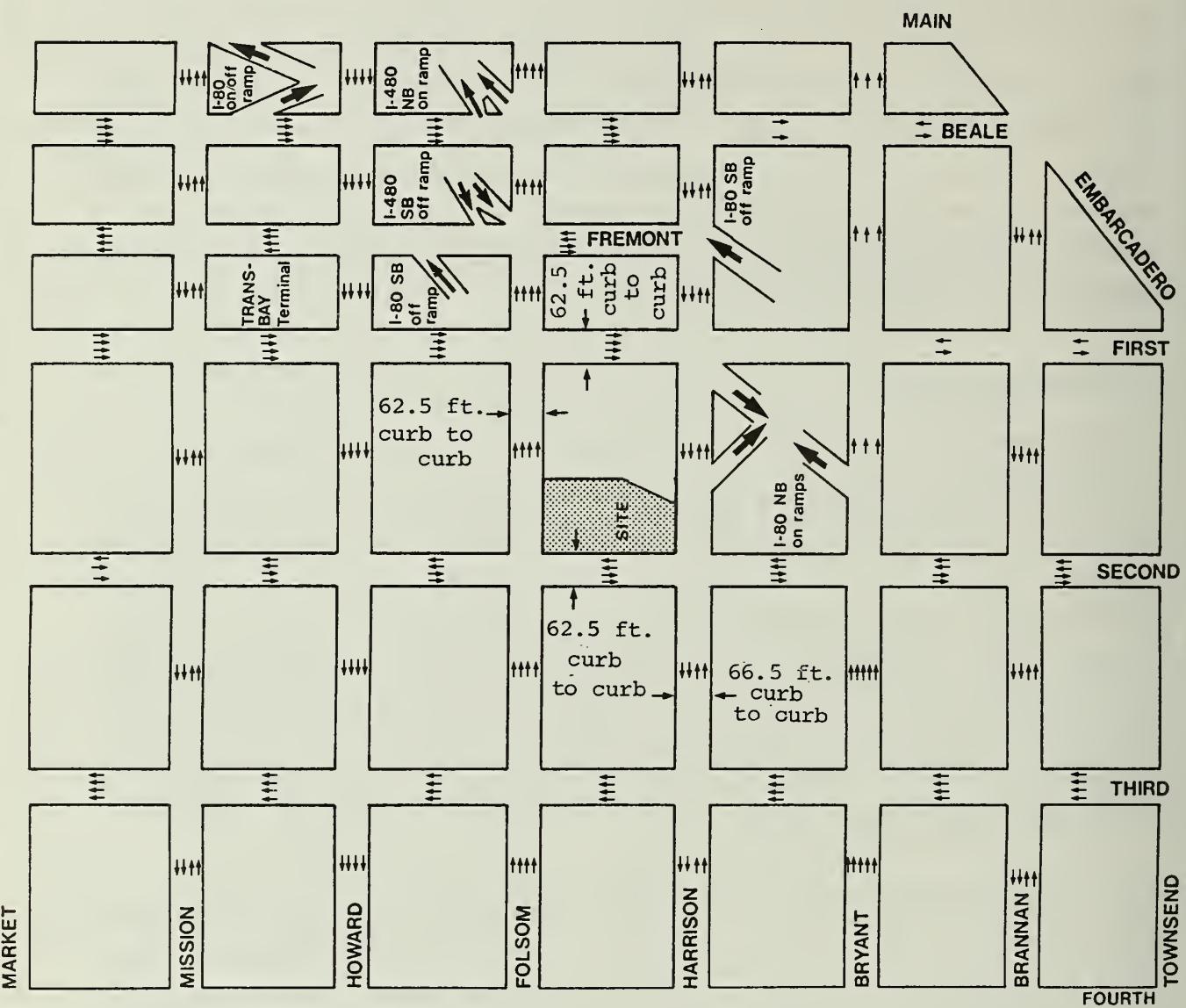
I. Street System

As shown in Figure 22, page 40, the project site generally has freeway accessibility to/from the East Bay and Peninsula. The most direct freeway access is at the I-80 on-and off-ramps along Harrison and Bryant Streets. These ramps provide travel links to/from the Peninsula and East Bay. Another off-ramp from the East Bay is along Fremont Street. Peninsula access includes the I-280 ramps on Third Street. Automobile accessibility to/from the north Bay is less direct and therefore subject to a more dispersed travel pattern. The most probable routes for north Bay travel are via The Embarcadero (to Broadway, Bay, etc.) or via Interstate 80 or surface streets to the U.S. Highway 101 corridor (Van Ness, Franklin, etc.).

The local street network (shown on Figure 22) is characterized by the major east/west routes of Howard, Folsom, Harrison and Bryant Streets and the major north/south access routes of Fremont, First, Second and Third and Fourth Streets. The Transportation Element of the San Francisco Comprehensive Plan designates the foregoing streets (with the exception of Harrison) as Major Thoroughfares in the project area.²

¹City and County of San Francisco, Proposition K, 4 November 1980.

²Major Thoroughfare is defined as a cross-town street whose primary function is to link districts within the City and to distribute traffic from and to the freeways; a route generally of city-wide significance, as defined in the Thoroughfare Plan of the Transportation Element of the San Francisco Comprehensive Plan.



Traffic Network

↔ Number and Direction
of Traffic Lanes

→ Freeway Ramp Direction

North
Not to Scale

Figure No. 22

The Transportation Element also designates Mission, Fremont, First, Second, Third and Fourth Streets as "Transit Preferential Streets" in the project area. By definition, priority is given to transit vehicles over automobiles on these streets.

2. Transit

Transit routes in the vicinity of the project site are shown on Figure 23, page 42. Local service is provided by the San Francisco Municipal Railway (Muni) (see Table 2, page 43) and regional service is available via BART, A.C. Transit (AC), Golden Gate Transit (GGT), San Mateo County Transit (SamTrans), Greyhound, and Southern Pacific (SP).

3. Parking

The proposed project site is within the "Downtown Core Automobile Control Area" as designated in the San Francisco Master Plan.¹ Essentially, the goal for this area is to limit parking and thereby reduce the intrusion of automobile travel. South of the proposed site is a parking belt area, also designated in the City's Master Plan. This belt is defined as an area "within the Downtown Commercial District which may be appropriate for new short-term parking facilities subject to criteria of Citywide Parking Plan."

A parking occupancy review^{2,3,4} has been compiled for the project area (bounded by Market, Townsend, Main and Fourth Streets and The Embarcadero). Within this area, 8,970 public spaces are available in 68 off-street parking facilities (see Figure 24, page 45). The average occupancy (during the midday) for the various facilities is approximately 85%.

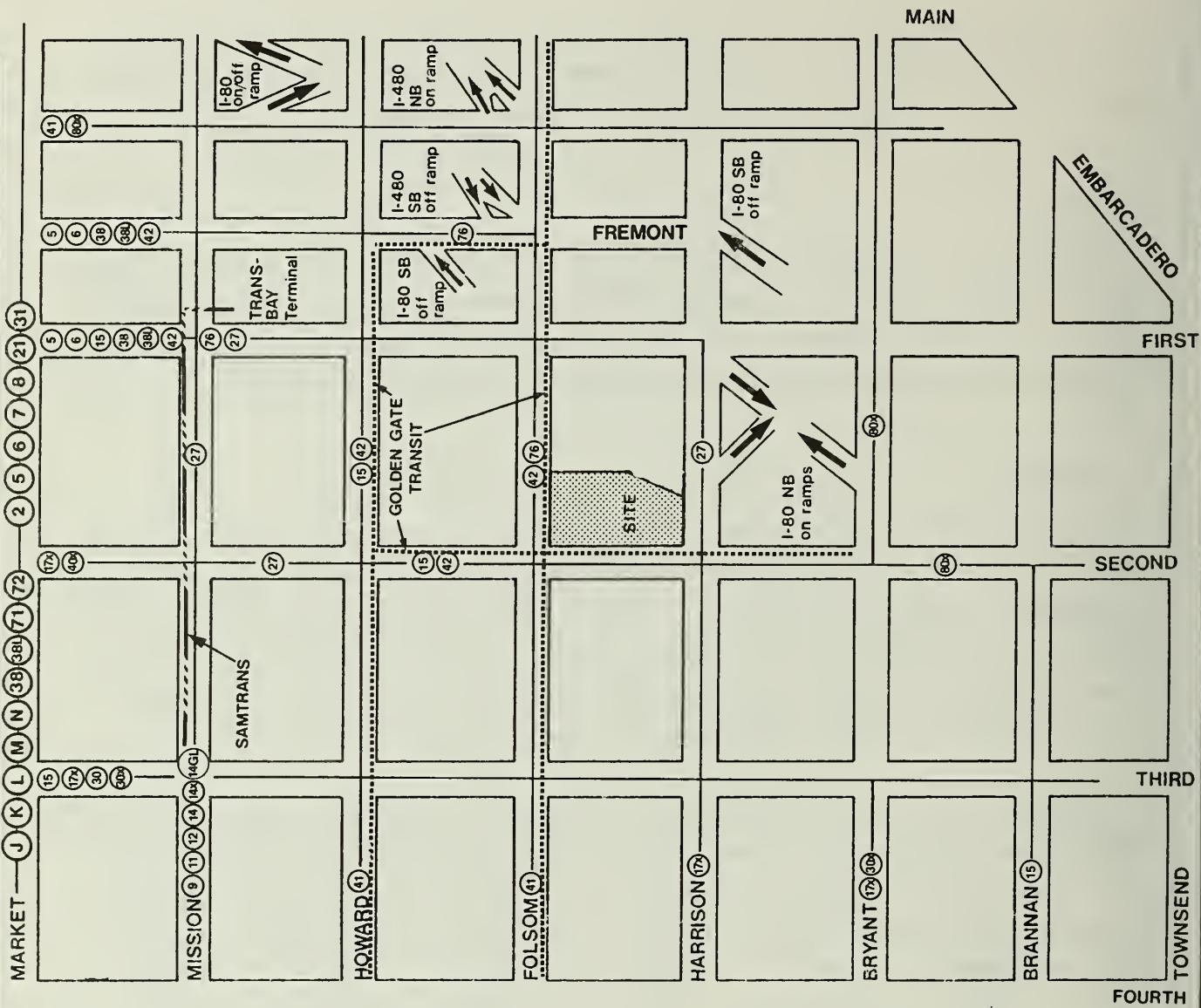
There are no on-street truck loading zones adjacent to the project site on Second, Folsom and Harrison Streets.

¹City and County of San Francisco, "Revisions to the Transportation Element of the Master Plan Regarding Parking", 20 January 1977.

²San Francisco Department of City Planning, Final Environmental Impact Report, Pacific III Apparel Mart Building (EE 80.315), April 1981.

³San Francisco Department of City Planning, Final Environmental Impact Report, Five Fremont Center (EE 80.268), March 1981.

⁴Field observations conducted by EIP on 6 May 1981.



Transit Routes

→ Freeway Ramp Direction
⑯ Muni Route

..... Golden Gate Transit Route
- - - - - Samtrans Route

A compass rose icon with a jagged arrowhead pointing upwards, labeled "North" below it.

Not to Scale

Figure No. 23

TABLE 2
Summary of Muni Routes Within
 2,000 Feet of Site

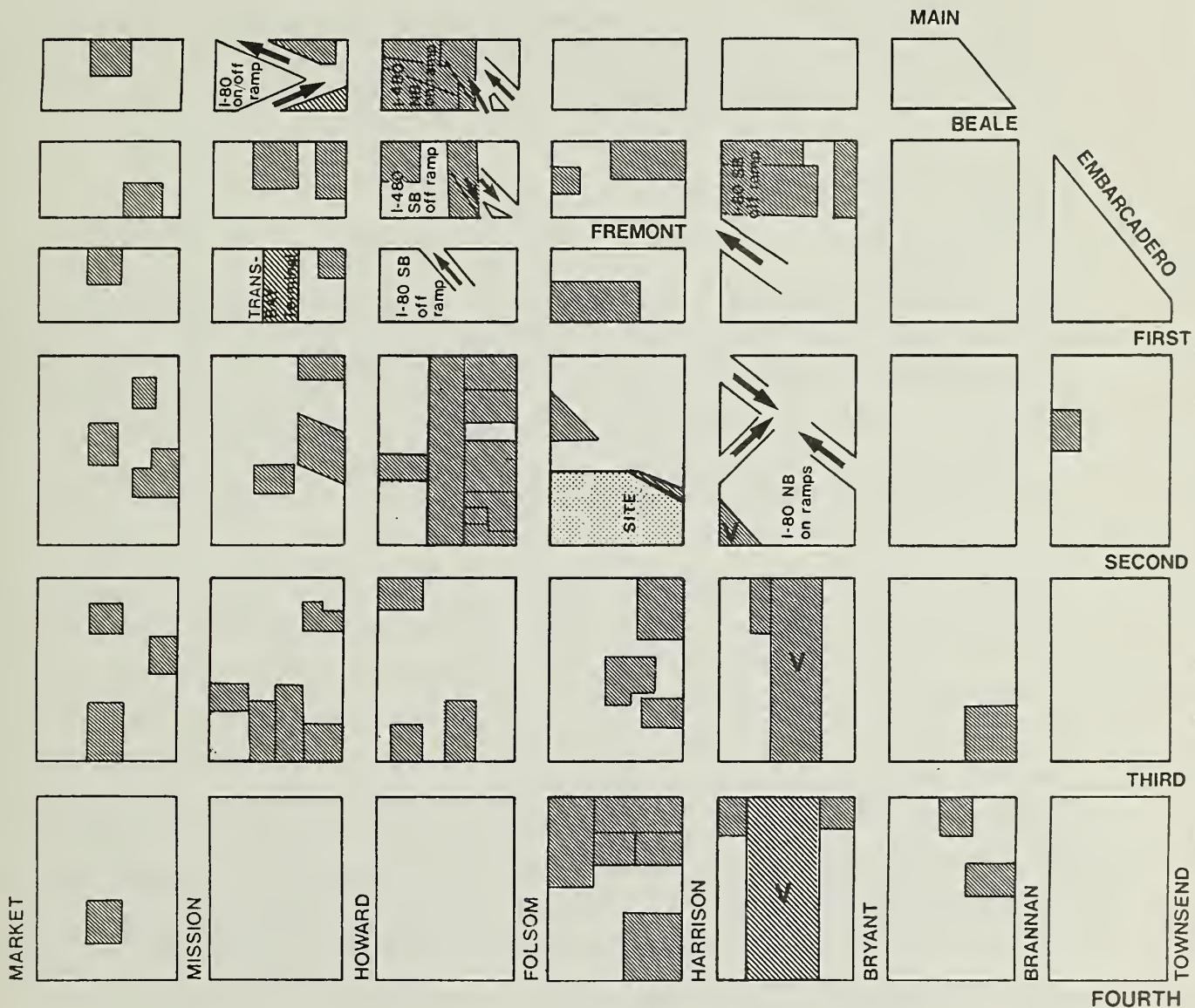
<u>ROUTE DESIGNATION</u>	
1 - California	Links Downtown with Western Addition and Richmond District
2 - clement	Links Downtown with Western Addition and Richmond District
3 - Jackson	Links Downtown with Pacific Heights and Western Addition
5 - Fulton	Links Downtown (and Transbay Terminal) with Richmond District
6 - Parnassus	Links Downtown (and Transbay Terminal) with Sunset District
7 - Haight	Links Downtown with Haight-Ashbury District, weekdays only
8 - Market	Links Downtown with Castro/Market area
9 - Richland	Links Downtown with Mission and Bernal Heights, weekdays only
11 - Hoffman	Links Downtown with Upper Market area
12 - Ocean	Links Downtown with outer Mission and City College areas
14 - Mission	Links Downtown with Mission, outer Mission and Daly City
14GL & 14X - Mission*	Links Downtown with outer Mission and Daly City, express and limited-stop only
15 - Third	Links Fisherman's Wharf, Downtown, Bayview and City College
17X - Park Merced Express	Freeway express service to Downtown From Park Merced area
21 - Hayes	Links Downtown with Richmond District

TABLE 2
(continued)

ROUTE DESIGNATION

27 - Noe	Links Downtown with Mission and upper Noe Valley
30 - Stockton	Links Downtown with S.P. Depot, North Beach and Marina area
30X - Freeway Express	Freeway express service linking Downtown with McLaren Park area
31 - Balboa	Links Downtown with Richmond District
32 - Embarcadero	Links Downtown and South of Market with Aquatic Park, day time only
38 - Geary	Links Downtown with Western Addition and Richmond District
38L - Geary Limited	Express and limited-stop service linking Downtown with Richmond District
40X - Commuter*	Links Downtown with S.P. Depot, commute hours only
41 - Union	Links Downtown with Western Addition
42 - Downtown Loop	Links Downtown with S.P. Depot, Civic Center and Fisherman's Wharf
71 - Haight-Noriega	Links Downtown with Haight and Sunset, weekday peak periods only
72 - Haight-Sunset	Links Downtown with Haight, Sunset and Stonestown, weekday peak periods only
80X - Gateway Express	Links Golden Gateway Center with Downtown and S.P. Depot
J,K,L,M,N Muni METRO	Light-rail service linking Downtown with upper Noe, Sunset, Parkside and Ingleside Districts

*Due to equipment shortages, these lines were deleted from service in October 1981. These deletions are temporary - the lines will return to service within 6 months. Source: Susan Chelone, Muni Planner, telephone communication, 23 October 1981.



Parking Survey

Not to Scale

→ = Freeway Ramp Direction

▨ = Surface Parking Lots

V = Free Van Pool Parking Available

Figure No. 24

4. Bicycle Access

In the vicinity of the project site (within 2,000 feet), the Transportation Element of the City's Master Plan has designated Market Street, Brannan Street and The Embarcadero as bicycle routes. None of these streets have bicycle lanes in the project vicinity.¹

E. AIR QUALITY AND CLIMATE

I. Air Quality

San Francisco's persistent summer winds and its upwind position with respect to major pollutant sources continue to give it possibly the cleanest air in the Bay Area. Despite these advantages, there are periods, usually in fall and winter, when the air becomes stagnant. At these times the entire Bay Area has poor air quality. In 1980, only the standard for suspended particulates was exceeded in San Francisco; while the other 5 measured pollutants were all below the standards.²

While San Francisco's air quality is better than most locations in the Bay Area, Table 3, page 47, shows that the state and federal standards are not met in the Bay Area. This has resulted in the development of the 1979 Bay Area Air Quality Plan, as part of the Environmental Management Plan (EMP) prepared by the Association of Bay Area Governments (ABAG) and other governmental agencies.³ After modification, this plan has been incorporated into the State Implementation Plan, and is the current plan for air quality in the Bay Area. The Bay Area Plan contains a comprehensive strategy for the long term attainment and maintenance of the air quality standards. The Plan includes measures to reduce emissions from stationary sources and automobiles, and transportation controls. The air quality problems addressed in the Plan are photochemical oxidants, carbon monoxide and suspended particulates.

2. Climate

The climate of San Francisco is dominated by the sea breezes characteristic of marine climates. Because of this steady stream of marine air, there are few extremes of heat

¹Russell Lee, Traffic Engineering Division, DPW, telephone conversation, 23 October 1981.

²Bay Area Air Quality Management District, Air Currents, Vol. 24, No 3, March 1981.

³Association of Bay Area Governments, 1979 Bay Area Air Quality Plan, January 1979.

TABLE 3
 Number of Days Selected Pollutants
 Exceeded State or Federal Standards, 1980¹

<u>Monitoring Site</u>	<u>Ozone</u> ²	<u>Nitrogen Dioxide</u>	<u>Carbon Monoxide</u>	<u>Suspended Particulates</u>	<u>Sulfur Dioxide</u>
San Francisco (900 - 23rd St.)	0.0	0	0	6	0
Redwood City	0.8	0	0	1	0
San Jose	6.2	1	15	15	0
San Rafael	0.7	0	0	1	0
Fremont	5.6	0	0	8	0
Livermore	2.2	0	-	9	0

¹ The state standards are concentrations and durations of air pollutants that reflect the relationship between concentration and undesirable effects. They are target values, and no timetable exists for their attainment. The federal primary standards represent levels of air quality necessary for protection of public health, with a margin of safety. The provisions of the Clean Air Act, as amended, require that by a specified date the federal standards should not be exceeded more than once per year.

² Ozone exceedances are averaged over a 3-year period. A 3-year average of 1.0 or less is considered to comply with the federal standard.

Source: Bay Area Air Quality Management District, Air Currents, Vol. 24, No. 3, March 1981.

and cold. Temperatures exceed 90°F on an average of once a year and drop below freezing less than once a year. The warmest month is September, with an average daily maximum of 69 degrees; the coolest is January, with an average daily maximum of 56 degrees.

Winds in San Francisco are generally from a westerly direction and are persistent from May to August. During the rainy season (October to April), however, the strongest winds flow from the south, as well as from the west and northwest. The project site is exposed to northwesterly winds, the most prevalent direction. Buildings to the northwest are 2 to 4 stories high. The site is partially sheltered from westerly winds. The block across Second Street from the project site is occupied by Pacific Telephone high rises which shelter the site.

F. NOISE

The major noise generators on the east side of the project site are The Embarcadero Freeway and the Transbay bus ramp. Data collected in March 1981 for the preparation of the Spear and Howard office building EIR showed that noise levels at sites overlooking the freeway are dominated by the freeway, while at ground level the freeway structures provide shielding from freeway traffic noise. Based upon those data, the Ldn¹ of traffic on The Embarcadero Freeway would be approximately 83 dBA at the nearest point of Building B.²

On-site measurements show that the Ldn of bus ramp traffic would be approximately 80 dBA at the nearest point of Building A. On the west portion of the project site, traffic on Second, Folsom and Harrison Streets is the dominant noise source, with only slight differences (about 1 dBA difference is not audible to human ear) between noise exposure at either the northwest or the southwest corner of the project site.

¹Ldn: An averaged sound level measurement, based on human reaction to cumulative noise exposure over a 24-hour period, which takes into account the greater annoyance of nighttime noises. Noise between 10 P.M. and 7 A.M. is weighted 10 dBA higher than daytime noise.

²Persons unfamiliar with the terminology and fundamental concepts of environmental acoustics are referred to Appendix C, page A-49.

The City of San Francisco has adopted the day/night average noise level (Ldn) to describe community noise environments. The Ldn is a single number noise rating used to describe the average noise level over a 24-hour period. For traffic noise environments, the Ldn is approximately equal to the peak hour Leq.¹

G. ECONOMIC AND FISCAL FACTORS

The 1980-1981 assessment of the proposed project site is \$1,861,000. At the 1980-1981 property tax rate of \$4.92 per \$100 assessed valuation, the property yielded about \$23,000 in property tax revenues.² This is distributed to: the City and County of San Francisco (84.8%, about \$19,500); the San Francisco Unified School and Community College District (8%, about \$1,800); BART (7%, about \$1,600 for bond payments only); and the Bay Area Air Quality Management District (0.2%, about \$50).

In addition, approximately \$32,500 was paid to the City by the current occupants of the building on the site in the form of sales tax (1% of gross sales), and City business tax (or gross receipts tax at 0.22%) generated \$13,270.³

The 2 parking lots operated by the Metropolitan Parking Corporation generated \$22,000 in parking taxes to the City (15% of gross sales) and \$19,000 in business taxes.⁴

The owners of the project site pay a gross receipts tax on the rental income from the building, 2 parking lots and 2 billboards. Total annual gross receipts tax revenues from these leases are about \$2,300.

Total revenues to the City's General Fund from the sales tax, nonbonded property tax, gross receipts tax, and parking tax were about \$142,000.

¹Leq: The equivalent steady-state sound level which in a stated period of time would contain the same acoustic energy as the time-varying sound level during the same time period.

²Of the total tax about \$18,610 represents the maximum allowable under Proposition 13 for general government expenditures (\$4.00 per \$100 assessed valuation), and \$4,390 was levied to finance bond obligations previously approved by the general electorate.

³Kirby West, M.G. West Company, telephone conversation, 15 July 1981.

⁴David Nelson, Marathon Corporation, letter to EIP 24 July 1981.

The City incurs costs in providing service to the existing building and parking lots. Police, fire and general government expenditures are supported primarily by the General Fund. Most street maintenance, street improvement, and traffic control costs are supported by other revenue sources such as fines, and federal and state aid.¹ Muni and BART incur costs which must be subsidized in providing transit services to the employees.

H. HISTORICAL AND CULTURAL RESOURCES

The San Francisco Peninsula was once inhabited by the Costanoan Indians, a gathering and hunting people who lived a semi-sedentary village life. Although the proposed project site has not been surveyed, it is in proximity to several known archaeological sites within a quarter mile of the project area and is therefore in an archaeologically sensitive area.² A prehistoric shellmound was discovered one block southwest of the site during construction of a building in 1929. An isolated find, an obsidian scraper of aboriginal manufacture, was retrieved from a test boring at the Moscone Convention Center 2 blocks from the project site. The lack of associated materials has not made it possible to evaluate the significance of this find. Human skeletal remains were discovered in 1969 at a depth of 75 feet during construction of the Civic Center BART Station 9 blocks from the site and were radiocarbon dated 4950 ± 250 years before present.

The shoreline of San Francisco Bay was once about 2 blocks east from the project site. The 1853 U.S. Coast Survey Map shows 5 structures located on Second Street between Folsom and Harrison. The U.S. Coast Survey Map of 1859 indicates that the project block is quite developed; there is no indication of building use or architectural character.

The area south of Market Street was a warehouse district and residential area early in San Francisco's history. The area between Market Street and Rincon Hill was known as Happy Valley. This neighborhood dated back to 1849 and was described as being a large tent settlement housing people waiting to go to the gold mines. As the tents disappeared and houses were constructed, the working class settled in the small alleys: Tehama, Clementina, etc.; the middle class on Mission, Howard and Folsom; and the rich built

¹ City and County of San Francisco, Annual Appropriation Ordinance, fiscal year ending 30 June 1981.

² Arlyn Golder, Staff Archaeologist, Regional Office, California Archaeological Site Survey, letter, 18 May 1981.

homes on Harrison and Second and on Rincon Hill. Rincon Hill, which was one of early San Francisco's most desirable neighborhoods, lost its exclusive characteristics when Second Street was extended through Rincon Hill in 1869.¹

The City's Building Department records for the project site contain a permit issued in 1937 for interior alterations for the U.S. Rubber Company located at 301 Second Street. In 1955 application was made to construct a 1-story warehouse and incinerator. This building was demolished in 1973; the basement was filled and the lot was paved and striped for its current use as a parking lot.

The earliest available records for 315 Second Street show application by the Schilling Company for a permit to build 2 concrete silos for coffee storage in 1938. In 1953, permits were issued at the same address for the remodeling of the Schilling Company offices; exterior improvements were applied for in 1955. This office building was demolished in 1973. The existing building on the site, at 333 Second Street, is occupied by M.G. West and Company, an office supply company. Records show that this building, built around 1900, also had been a part of the Schilling-McCormick Spice Company complex.

I. GEOLOGY, SEISMICITY AND HYDROLOGY

The project site is at Elevation 47 feet (San Francisco Datum).² There is slight downward slope to the southwest, along the Harrison Street frontage, with a difference in elevation of 10 feet. General slope down from Harrison Street toward Folsom Street is less than 2%.³

The majority of the site is underlain by bedrock. Nineteen to 24 feet of artificial fill and dune sand overlie the bedrock at the northwestern end of the site, along the Folsom Street frontage.⁴ The fill is mostly dune sand but contains some silt, clay, broken rock and construction debris.

¹Olmsted, Roger, et al., Yerba Buena Center, Report on Historical Cultural Resources for the San Francisco Redevelopment Agency, August 1977.

²The San Francisco Datum is approximately 8.6 feet above mean sea level.

³Bowers, J.P. & H.T. Taylor, Geotechnical Investigation, Second and Folsom Project, San Francisco, California, Harding-Lawson Associates, San Francisco, California, 3 September 1980, 26 pages.

⁴Bowers, J.P. & H.T. Taylor, Geotechnical Investigation, Second and Folsom Project, San Francisco, California, Harding-Lawson Associates, San Francisco, California, 3 September 1980, 26 pages. pages 4, 5, plates 2-8.

The bedrock consists of 6 feet of hard, strong Franciscan Formation sediments¹ (sandstone) overlying highly sheared and fractured Franciscan Formation sediments (shale). The shale increases in strength and hardness with depth but is not as solid as the sandstone.²

There are no active faults on the proposed project site. An inactive fault atop Rincon Hill is approximately 0.2 mile east of the site;³ no known historic ground failures are directly associated with this fault.⁴ There are 4 major fault zones in the San Francisco Bay Area⁵ capable of causing strong ground motion at the proposed project site. The San Andreas and Seal Cove Faults are located off the Pacific shore approximately 9 miles and 14 miles, respectively, from the project site. The Hayward and Calaveras Faults are approximately 10 and 20 miles east of the site. Each of these systems is considered active and is capable of generating a major earthquake (greater than magnitude 6 on the Richter scale)⁶ during the projected useful lifetime of the structures at this site (at least 50 years).

¹ Franciscan rocks are typical of the northern California Coast Ranges and underlie the hills of San Francisco. They consist of a mixture of dark colored muddy sediments, red, green and brown cherts and lava flows of black basalt, all material laid down on the floor of the Pacific Ocean about 100 million years ago. Cherts are rocks formed by deposits of silica containing microorganisms, which are transformed into hard, waxy or porcelain-like rocks. See Roadside Geology of Northern California, David D. Alt and Donald H. Hyndman, Mountain Press Publishing Company, Missoula, Montana, 1975. Also known as Franciscan Formation or Franciscan Assemblage.

² Bowers, J.P. Op Cit., page 4.

³ Schlocker, Julius, Geology of the San Francisco Northern Quadrangle, California, U.S. Geological Survey Professional Paper 782, 1974, Plate I, scale 1:24,000.

⁴ Youd, T.L. and S.N. Hoose, Historic Ground Failures in Northern California Triggered by Earthquakes, U.S. Geological Survey Professional Paper 993, Washington, D.C., 1978, 177 pages.

⁵ California Division of Mines and Geology; Fault Map of California, Data Map Series No. 1, 1975.

⁶ Richter scale: a logarithmic scale developed in 1935 by Charles Richter to measure earthquake magnitude by the energy released, as opposed to earthquake intensity as determined by effects on people, structures and earth materials.

IV. ENVIRONMENTAL IMPACTS

A. INITIAL STUDY

An Initial Study (see Appendix A, page A-1) was prepared for this proposed project to identify potential environmental issues resulting from the project.

Potential environmental issues of the proposed project that have been determined to be insignificant, and therefore will not be addressed in this EIR for the project, are described below.

Approvals: The project would not require approval of permits from City Departments other than San Francisco Department of City Planning or Bureau of Building Inspection, or from Regional, State or Federal Agencies. The project would not conflict with adopted environmental plans and goals.

Visual Quality: Windows would be recessed, and no reflective (mirrored) glass will be used.

Transportation/Circulation: There would be no need for maintenance or improvement or change in configuration of existing public roads or facilities. No new public roads would be constructed.

Air Quality: The proposed project would create no objectionable odors. There would be no burning of any materials. Wind tunnel tests of the proposed designs do not appear justified.

Biology: The project would have no effect on plant or animal life.

Hazards: The site and the project would neither cause nor be affected by hazardous uses or health hazards.

Cultural: The project would affect no historic site, structure, or building. The possible discovery of historical artifacts cannot be discounted.

Water. The project would not reduce the quality of surface water, would not significantly change runoff, nor change the quality of public water supply, nor quality of groundwater.

Natural Resources: The project would not have a significant effect on the potential use, extraction, conservation, nor depletion of a natural resource.

B. LAND USE

The site is currently zoned M-1 (Light Industrial). The proposed project would comply with permitted uses in the M- District.

The sponsor is seeking approval of a combined gross floor area of 754,000 square feet for the proposed 2-building office development (32,730 square feet more than permitted by Code); and a combined FAR of 5.23 to 1. Building A would have an FAR of 5.5 to 1; Building B would have an FAR of 4.9 to 1.

The proposed PUD project would add approximately 566,000 square feet of office space and 26,000 square feet of ground floor commercial space to the expanding downtown office district in the South of Market area and would replace the existing parking lot and the office/warehouse structure (see Table 4, page 55 for PUD requirements). Although tenants of the building are unknown at this time, a permanent occupancy of approximately 3,000 employees¹ would be expected at the 2 buildings.

Building A is a 12-story (130 feet) structure; Building B is an 11-story (105 feet) structure (see Figure 7, page 18). The height limit for lot 25 is 130 feet; lot 51 is 105 feet. For the purpose of measuring the building height, the site is considered a downward sloping lot from Harrison Street (elevation 54.0 feet) and is considered an upward sloping lot from Folsom Street (elevation 42.5 feet). The measurement of the building height is taken in accordance with Article 2.5 of the City Planning Code. The height line extends horizontally from Harrison Street to a point equally distant between Harrison and Folsom Streets. The measurement of the rest of the site is taken from Folsom Street and runs parallel to the slope of the lot to the point where the measurement from Harrison Street ends. As some features such as certain amounts of roof-top mechanical features are exempt from the height limits,² neither Building A nor Building B exceeds the height requirements for the site (see Figure 8, page 19).

¹ 722,000 square feet (gross office space) = 2,888 employees
250 square feet per employee

² San Francisco Planning Code, Section 260 (b).

TABLE 4

PUD Requirements

<u>Requirements</u>	<u>Proposed Project</u>
Parcel must contain at least 1/2 acre.	Site contains 3.1 acres.
Property must be under common ownership or subject of an application filed jointly by all owners.	The owner, Marathon Development California, proposes to develop the site.
Project must promote goals and policies of the Comprehensive Plan.	The project meets goals and policies of the Comprehensive Plan (see Chapter IV.B. Land Use, page 54).
Provide adequate off-street parking.	The amount of parking required by the Planning Code for these uses and by a computation based upon normal modal split is not being proposed. Instead, a transportation plan is being prepared by the project sponsor in lieu of providing the required 1,196 spaces. The Planning Commission would determine the adequacy of the proposed plan to meet transportation needs and avoid parking congestion.
Provide adequate usable open space for use by project occupants and, where appropriate, by the public.	18,000 square feet of landscaped open space would be provided in public areas.
Allowable dwelling unit density must not be equivalent to a zoning reclassification.	Not applicable to a non-residential project.
Only neighborhood oriented commercial uses allowed in residentially zoned districts.	Not applicable to an M-1 site.
No exemptions from height limits will be authorized other than those allowed in the Planning Code.	The proposed project conforms to height limits.

Beginning at the sixth level (72 feet),¹ each building steps back in a series of setbacks creating roof-top terraces on 4 different building levels. As each building steps back, there is a corresponding reduction in floor area and building bulk (length and diagonal dimension). The maximum length and diagonal dimension for each building at the setback points are shown in Table 5. However, the project has been designed independently from district boundaries in the format of a PUD.

TABLE 5
Building Bulk Dimensions

Building Level	Building A (Lot 25)		Building B (Lots 25 & 51) ²	
	Maximum Length (feet)	Diagonal Dimension (feet)	Maximum Length (feet)	Diagonal Dimension (feet)
6-7	258*	276*	258*	288*
8-9	194*	234*	226*	260*
10	168	212*	196*	220*
11	146	196	176*	206*
Allowed on Lot 25: (District 130-G)		170 feet (length) 200 feet (diagonal)		
Lot 51: (District 105-F)		110 feet (length) 140 feet (diagonal)		

*Exceeds bulk limits

The proposed project would cumulatively contribute to new and proposed development occurring on the fringe of the downtown office and support districts, as has been the trend for the last 20 years. The land use, employment and cumulative growth impacts

¹ Height and bulk limits apply above 80 feet.

² In measuring the bulk of Building B, the entire building cannot exceed the bulk dimensions of the least restrictive district (130-G) and that portion of the building located in the more restrictive district (105-F) cannot exceed the bulk dimensions of that more restrictive district. Robert Passmore, Zoning Administrator, interpretation, 3 November 1981.

associated with the project relate to relevant objectives and policies of the Commerce and Industry Element of the Comprehensive Plan of San Francisco.¹

General Objective 2; Policy 1: "Seek to retain existing commercial and industrial activity and to attract new such activity to the City."

Specific Objective 6: "Maintain and improve San Francisco's position as a prime location for financial, administrative, corporate, and professional activity."

The proposed project is being designed for use as general offices for existing San Francisco corporations which wish to remain in the City and are in need of office space with large (over 20,000 square feet) floors to house their clerical, secretarial, and administrative support staffs (see Section II.B., page 10).

Marathon Development California, Inc.'s objective is to provide office space that is competitively priced in the regional market. Achievement of this objectively would allow existing San Francisco firms which require large, economical floor space to remain in the City.

Reports such as the Department of City Planning's Guiding Downtown Development,² which covers all of the downtown area, proposes to require that developers provide 640 square feet of housing per 1,000 square feet of office space (0.9 units per 1,000 square feet). The report also proposes Comprehensive Plan and Planning Code Amendments to make land uses compatible and to reduce overall building size. An alternative project design that would meet the requirements of Guiding Downtown Development in the project area is discussed in Section VII.F., page 154.

SPUR's South of Market: A Plan for San Francisco's Last Frontier³ draws development goals for the South of Market Area. It incorporates the proposed site in its Area 3 (Yerba

¹ San Francisco Department of City Planning, Commerce and Industry Element, The Comprehensive Plan, adopted by the City Planning Commission, Resolution 8001, June 1978, pages 2 and 3.

² San Francisco Department of City Planning Guiding Downtown Development, May 1981.

³ SPUR, South of Market: A Plan for San Francisco's Last Frontier, June 1981. SPUR is San Francisco Planning and Urban Research, a non-profit community organization funded by membership with a purpose to research and publicize urban issues in San Francisco.

Buena Center and Vicinity), and designates this area for mixed housing and commercial uses and recommends 160 dwelling units per acre and a commercial/office FAR of 2:1. This FAR would allow approximately 288,000 square feet of gross commercial/office area. It proposes mixed land use in order to encourage residential development in this area and allow for a mixed development.

C. VISUAL QUALITY AND URBAN DESIGN

Several policies are contained in the Urban Design Plan of the San Francisco Master Plan which relate to the project area and the proposed buildings.¹

Major New Development Policy 6: "Relate the bulk of buildings to the prevailing scale of development to avoid an overwhelming or dominating appearance in new construction."²

While there are a number of buildings over 4 stories in height in the area (see Figure 3, page 13), at the present time the prevailing pattern of development is low-rise (2 to 4 stories) commercial and industrial buildings which cover 100% of their sites. The bulk of the proposed structures would relate to the bulk of the PT&T building opposite the site and other buildings to the west and north toward the Financial District. The proposed structures would be bulkier than existing low-rise structures in the area; this would be partially offset by the terraced shape of the buildings and the open space provided on the site, partially conforming to Major New Development Policy 6. The building setbacks above the sixth floor would assist in providing a transition in bulk between the smaller surrounding structures and the proposed project. The stepped up building heights would reflect the ascending pattern of the freeway ramps from a southwest to northeast direction.

City Pattern Policy 1: "Recognize and protect major views in the City with particular attention to those of open space and water."²

¹ San Francisco Department of City Planning, Urban Design Plan, adopted by Resolution 6745 of the San Francisco City Planning Commission, 26 August 1971.

² Urban Design Plan, pages 10 and 37.

The proposed structures would partially obstruct views to portions of the Financial District and adjacent buildings from locations near the project site. As previously noted, the project site backs up against the elevated freeway ramps leading to the Bay Bridge and the James Lick Freeway. These structural elements rise to 86 feet in height and currently limit views to the east. Portions of the buildings which rise above the ramps would provide views eastward to the Bay from interior spaces. Upper floors of the building would have views to the Financial District and other areas of San Francisco. Portions of the downtown area would be momentarily screened from view to those persons who would travel past the project on the elevated freeway ramps.

Conservation Policy 6: "Respect the character of older development nearby in the design of new buildings."¹

There is a mix of architectural styles, colors and construction materials in the project area. The light cream-colored concrete of the buildings' exterior surfaces would blend with the predominant color in the area which is light tan to beige (see Section III.B., page 30). The exterior detailing of the structures would not reflect the detailing and ornamentation of older low rise structures in the area (Figure 18A, page 33), but would generally reflect the simpler building lines of current high rise construction.

Policy for Neighborhood Environment 13: "Improve pedestrian areas by providing human scale and interest."¹

Ground-level commercial space would be provided in the buildings. Views from sidewalk areas near the intersection of Second Street at Folsom and Harrison Streets would be available toward interior commercial spaces, affording visual interest to pedestrians. A metal railing, which would be constructed along Second Street, would allow visual access to the courtyard, maintain a pleasant pedestrian scale, and provide the security required. The courtyard could be completely landscaped providing a comfortable environment and an attractive foreground to the buildings.

Major New Development Policy 9: "Encourage a continuing awareness of the long-term effects of growth upon the physical form of the City."¹

¹ Urban Design Plan, pages 25, 57, 40 and 10.

City Pattern Policy 3: "Recognize that buildings, when seen together, produce a total effect that characterizes the City and its districts."¹

The proposed structure would relate to Major New Development Policy 9 and City Pattern Policy 3 in terms of cumulative impacts. The buildings would be seen from vantage points throughout the project area. The buildings would also be seen from the elevated freeway ramps (Figure 25, page 61).

The structures would be seen as new elements in the City's emerging urban form of taller buildings over an increasing land area, including the Financial District and South of Market area. The structures would be seen as an element tapering downward from the higher skyline along Market Street and the Financial District outward toward the edge of the central business district.

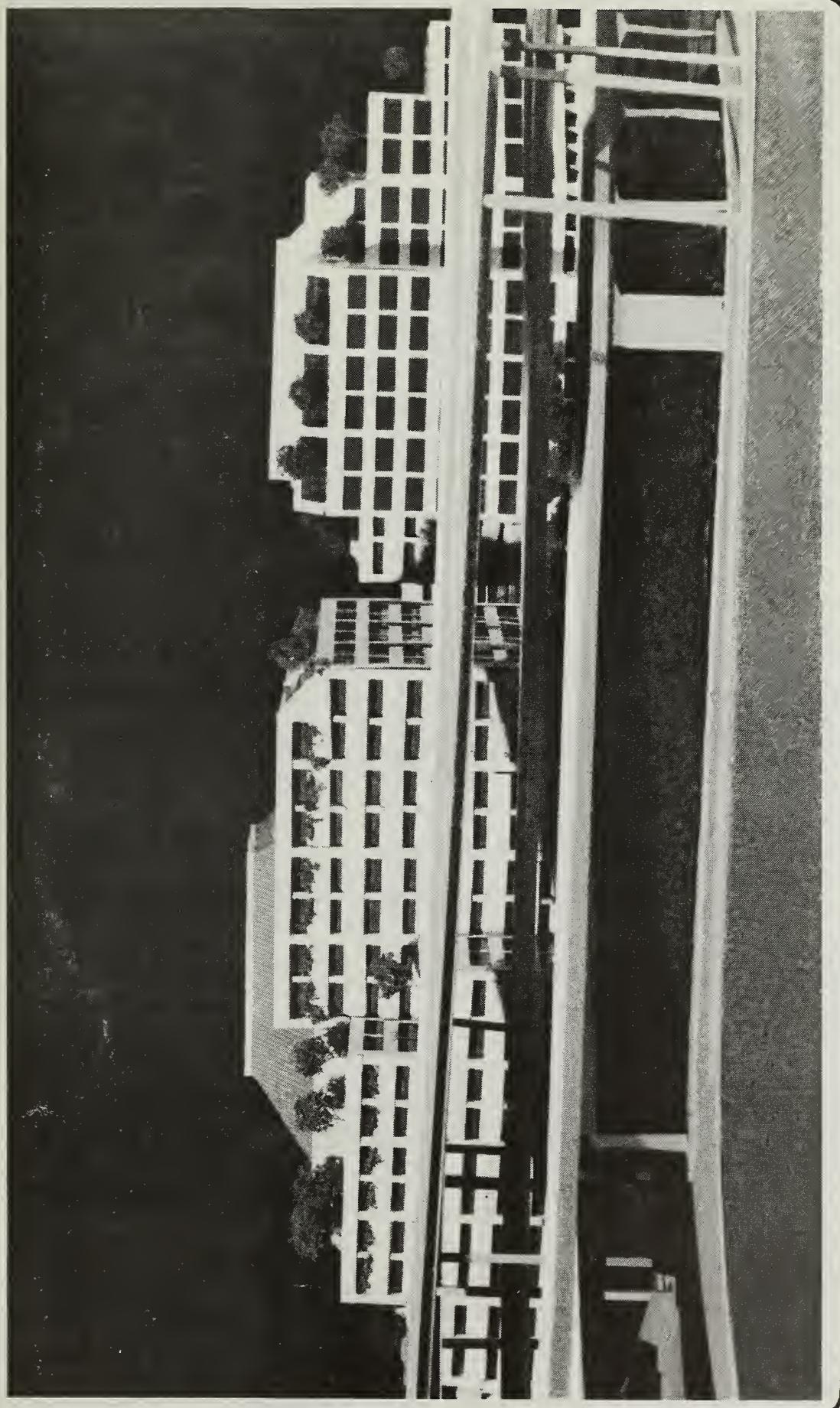
If current building trends continue, future development of land near the project site would consist of buildings taller than the existing older structures they would replace.

The elevated freeway ramps visually separate the project site from Rincon Hill and block views to Rincon Hill from the project site. Upper floors of the proposed buildings would rise above the freeway ramps, and structures on Rincon Hill would be visible to occupants of the upper floors of the project. Conversely, residents of Rincon Hill would be able to see the proposed structures rising above the freeway ramps and the downtown urban skyline would be perceived as being located closer to the Hill (see Figures 26A and B, and 27, pages 62 and 63).

The allowable FAR in an M-1 District is 5 to 1. The proposed project would have an FAR of 5.23:1.

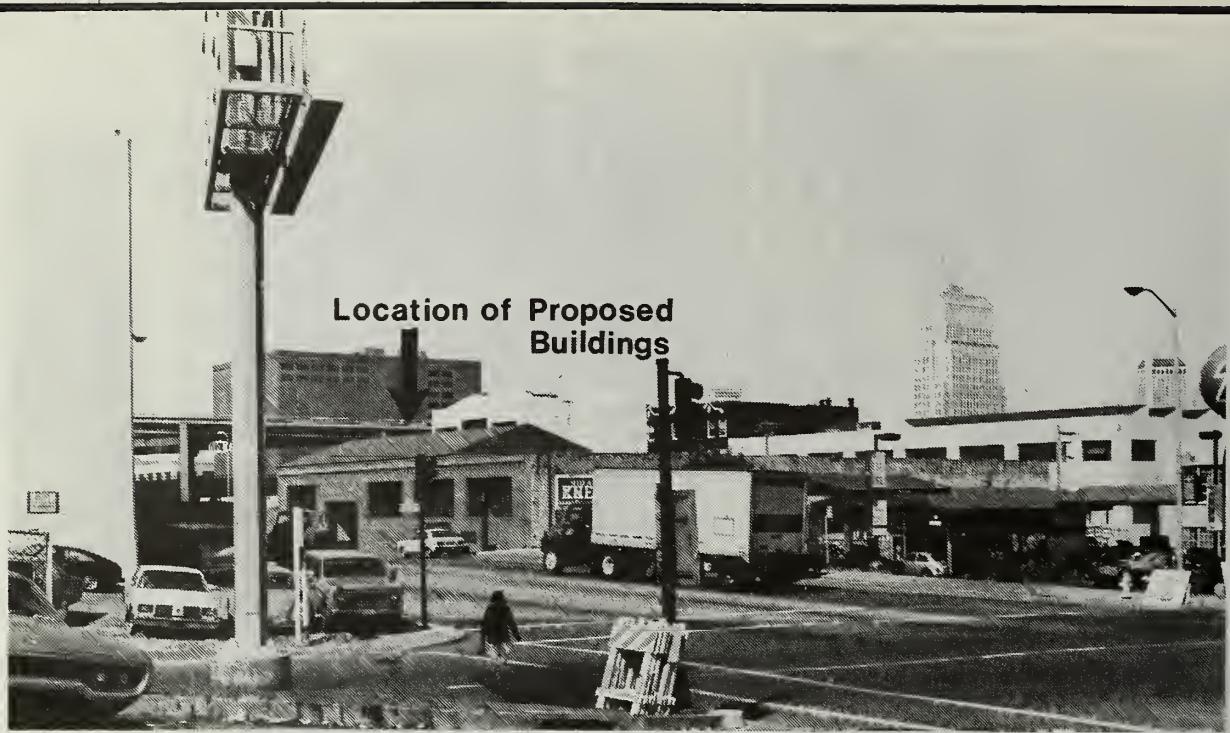
The proposed project would be within 2 height and bulk districts (130-G and 105-F). The proposed project would comply with the height limits of these districts (see Figure 8, page 19). The proposed project would exceed the maximum bulk requirements (see Section IV.B., page 54).

¹Urban Design Plan, pages 40 and 10.



**Rear View of Project Model as seen from
Rincon Hill**

Figure No. 25



A View from Rincon Hill toward proposed structure.
View would be blocked by buildings on Rincon Hill.



B
View From Foot of Rincon Hill

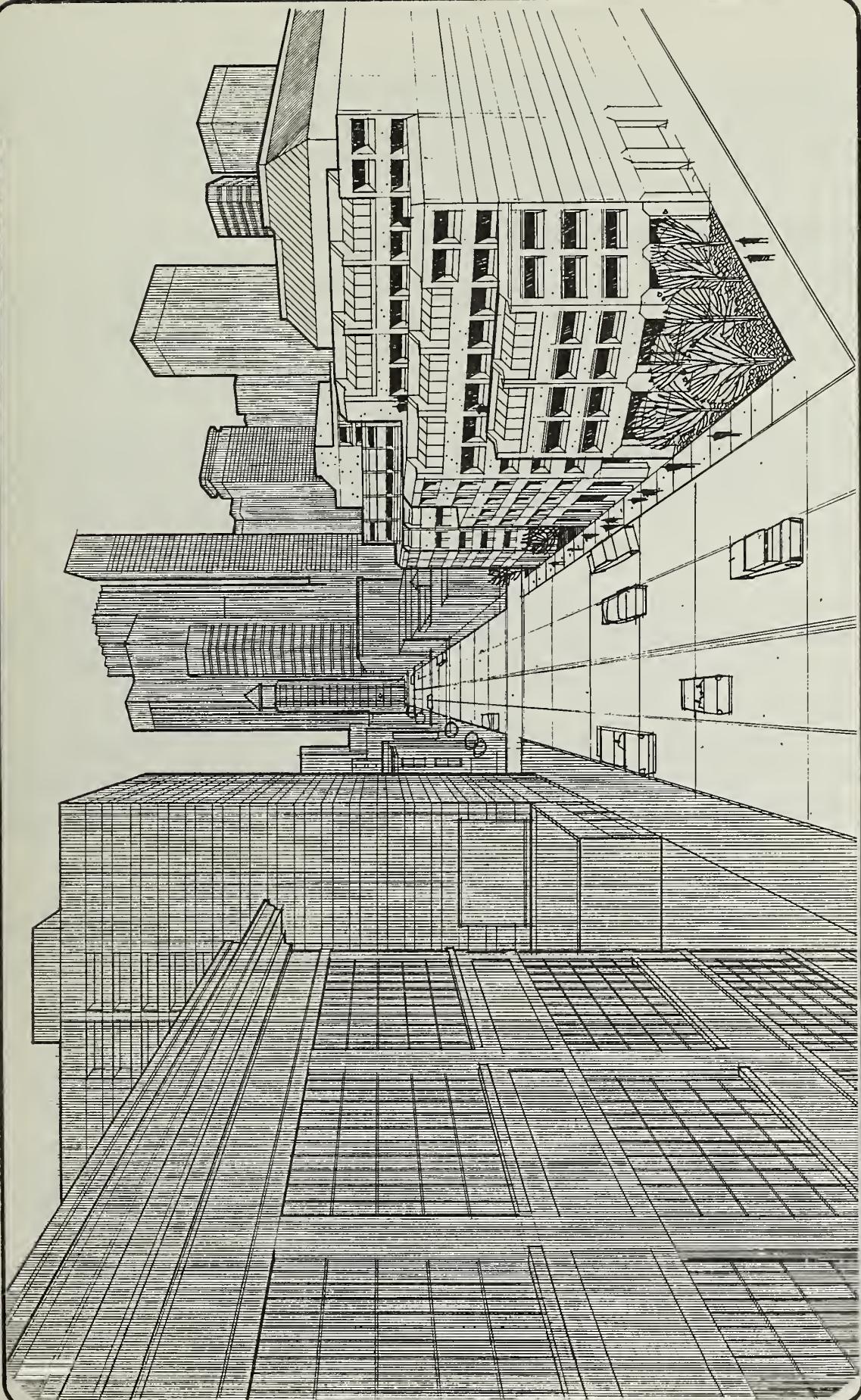
Project Area Photographs

See Figure 14 for photograph orientation

 Proposed Buildings

Figure No. 26

**Perspective View of Proposed Project Along
Second Street**



An application has been made by the project sponsor for a Conditional Use Permit of a Planned Unit Development to allow for increased floor area, a reduction in the required parking, and an exception to the bulk provisions of the Planning Code

D. POPULATION, EMPLOYMENT AND HOUSING

The proposed project would not alter the residential density of the area population unless housing would be required on the site. The project would add several thousand people to the daytime population density.

The 47-48 jobs currently existing at the site would have to be displaced from the site. M.G. West Company would relocate in San Francisco, if feasible. Rental rates make it probable that M.G. West Company would relocate outside of the City, most likely in the East Bay.¹

An estimated \$25 million dollars would be spent on labor costs. Assuming an annual cost, including wage, tax and benefits of \$30,000 per construction worker, a total of 830 person-years of construction labor would be generated.

About 3,000 employees² could ultimately be located in the proposed buildings. Forty percent (1,200 employees) can be expected to reside in the City, the remaining 1,800 employees would commute to the City.³ The demand for housing by these employees would depend on their incomes and housing preferences.

It is estimated that about half of all downtown worker households living outside the City could afford to buy a \$100,000 house; 35% could afford a \$125,000 house; and 15% could afford a house costing \$150,000 or more.⁴

¹ Kirby West, President, M.G. West Company, telephone conversation, 7 August 1981.

² Based on 1 employee per 250 square feet of office space.

³ The Department of City Planning currently assumes that 40% of employees working downtown reside in San Francisco. Recht Hausrath Associates, "Commercial Space, Employment, Housing and Fiscal Factors" for EIP Corporation, August 1981.

⁴ Recht Hausrath and Associates ("Commercial Space, Employment, Housing and Fiscal Factors" for EIP Corporation, August 1981) have estimated that the number of housing units required by those who move into San Francisco as a result of a project would approximately equal 11 to 21% of the new jobs created by a project. This would mean a demand of 330 to 630 units for this project.

Not all of the 3,000 employees would seek housing in the City. Some of the employees may be already working in San Francisco and could live within the City limits. New employees to the area may choose to live in the suburbs or in the City. The Department of City Planning estimates that an average of 40% of a downtown area building's work force lives in San Francisco,¹ and that approximately half of that number would cause new housing demand. However, as downtown office employment grows, the average percentage of jobs held by San Francisco residents is likely to decline to around 38-39%.²

Approximately 635 housing units would be the amount of housing required of the proposed project by Department of City Planning policies.³

The estimated 1981 employment and resident population for San Francisco is 544,400 and 637,200, respectively.⁴ The 3,000 jobs generated by the project could increase City resident population by 720 to 1,380 persons.⁵

E. TRANSPORTATION

An analysis of the transportation impacts of the proposed project must consider the project itself and the cumulative effect of other projects in the downtown area. The City has projected the cumulative trip generation and modal split of a number of other office and retail developments in the downtown area.⁶ All the developments included in this analysis would be occupied on or before the 1983 occupation estimated for the proposed project.

¹ Sedway-Cooke, Downtown San Francisco Conservation and Development Planning Program, October 1979. p. 48.

² Recht Haustrath and Associates, "Commercial Space, Employment, Housing and Fiscal Factors" for EIP Corporation, August 1981.

³ $\frac{722,000 \text{ sq. ft. gross office}}{250} \times .22 = 635 \text{ units}$

From Department of City Planning Memorandum, "Housing Requirements for Office Development in San Francisco," 20 July 1981.

⁴ State of California, Annual Planning Information, San Francisco-Oakland SMSA, San Francisco City and County, May 1980.

⁵ Resident population is based upon the estimated housing demand generated by the project and the 1980 census figure of 2.19 persons per San Francisco dwelling unit.

⁶ San Francisco Department of City Planning, Guidelines for Environmental Evaluation - Transportation Impacts, 3 July 1980 (revised October 1980).

I. Project and Cumulative Trip Generation/Distribution

The City's transportation impact analysis guidelines¹ suggest that a total of 17.5 daily person trips should be assumed as the trip generation rate per 1,000 square feet of leasable area in an office project. It is estimated^{2,3} that the project's commercial areas would generate 150 daily person/trips per 1,000 square feet of net retail area. An estimated 50% of these commercial generated trips would be internal to the project (i.e. within or between the project buildings).

The proposed project would have a net office area of 566,000 square feet and a net retail area of 26,000 square feet. As outlined in Table 6, page 67 the proposed Second and Folsom project would generate a total of about 11,900 daily person trips (excluding trips to/from the commercial areas which would be internal to the project) of which approximately 5,840 would be work trips and 6,020 would be non-work trips. Approximately 2,180 of the daily trips would occur during the evening peak hour.⁴

In comparison with the foregoing figures, the City projection of cumulative travel for downtown projects approved through October 1980 (but not yet built) is approximately 25,500 peak hour person trips.⁴ In addition, a preliminary review of other projects approved from November 1980⁵ to July 1981 indicates about 6,500 additional person trips.

¹ San Francisco Department of City Planning, Guidelines for Environmental Evaluation - Transportation Impacts, 3 July 1980 (revised October 1980).

² Institute of Transportation Engineers, Trip Generation, Virginia, 1979.

³ California Department of Transportation, 11th Progress Report on Trip Ends Generation, San Francisco, July 1976, pages 69-84, 93-108.

⁴ San Francisco Department of City Planning, Guidelines for Environmental Evaluation - Transportation Impacts, 3 July 1980, revised October 1980.

⁵ Peak hour trip generation data was compiled for the following projects approved from November 1980 through July 1981:

- 10 United Nations Plaza (EE 79.133)
- 1170-1172 Market Street (EE 77.343)
- 750 Battery Street (EE 80.204)
- 550 Kearny Street (EE 80.232)
- Ramada Hotel (EE 80.171)
- Holiday Inn (EE 79.283)
- 5 Fremont Center (EE 80.268)
- 101 Montgomery (EE 80.26)
- China Basin (EE 80.276)
- 25 Jessie (EE 80.57)
- 95 Hawthorne (EE 80.106)

TABLE 6
Project Trip Generation

<u>Land Use</u>	<u>Daily Trip Rate per Floor Area</u>	<u>Daily Trips</u>	<u>Ratio of Work/Non Work Trips</u>	<u>Daily Work/Non Work Trips</u>	<u>% Daily Trip in PM Peak Hour (4:30 5:30)</u>	<u>PM Peak Hour Trip</u>
566,000 sq. ft. Office	17.5 ¹ / 1,000 sq. ft.	9,900	57% / 43% ¹	5,640 / 4,260	20% ¹	1,980
26,000 sq. ft. Commercial	75 ² / 1,000 sq. ft.	1,950 11,850	10% / 90% ²	195 / 1,755 5,835 / 6,015	10% ²	195 2,175

¹Source: San Francisco Department of City Planning, Guidelines for Environmental Evaluation - Transportation Impacts, 3 July 1980 (revised October 1980).

²Source: California Department of Transportation, 11th Progress Report on Trip Ends Generation, San Francisco, July 1976, pages 69-84, 93-108.

The Second and Folsom project would amount to about 6-7% of the cumulative peak hour trip generation of the projects approved through July 1981.¹

Based upon the suggested modal split in the City guidelines, the apportionment of project trip generation has been calculated and compared to the cumulative trip generation of other development. The various trip totals are outlined in Table 7, page 69, and are the basis for all trip related impact analyses.

2. Impacts on the Street System

Traffic volumes in the vicinity of the project site are given in Table 8, page 70. (While 2 of the counts are over 2 years old, new project activity in the area has been minimal and the volumes are relevant.)² In general, stable traffic flow conditions (Service Level 'C' or better as outlined in Appendix D, page A-53) can be maintained on 2-lane streets carrying 10,000-12,000 daily vehicles and 4-lane streets carrying 20,000-25,000 daily vehicles.³ Within these criteria, the streets listed in Table 8, page 70 are experiencing stable traffic flow.

A more specific analysis of traffic flow quality examines the peak traffic flow at signalized intersections. Turning movements have been counted during the p.m. peak hour at 4 intersections near the project site: Folsom/First, Folsom/Second, Harrison/First and Harrison/Second.⁴ Using a "critical movement analysis"⁵ the service levels of the

¹ The calculation of daily and peak hour trips is based upon the project's square footage as outlined in Guidelines For Environmental Evaluation-Transportation-Impacts, San Francisco Department of City Planning, 3 July 1980, revised October 1980, which bases trip generation on square footage. In a separate calculation provided by EIP Corporation (section IV.D. page 64) it is calculated that the project when occupied, would contain about 3,000 employees. The apparent disparity between the employee count and the 2,180 evening peak hour trips can in part be attributed to the separate calculations. It is probable however, that the adoption of a flexible work hours program would result in 3,000 employees generating 2,180 evening peak hour trips. This comparison suggests that about 70% of the employees would depart during the evening peak hour. An additional 10-15% of the employees would probably depart during each of the hours before and after the peak hour.

² Vince Brown, Traffic Engineering Division, DPW, telephone conversation, 13 July 1981.

³ Institute of Transportation Engineers, Transportation and Traffic Engineering Handbook, New Jersey, Prentice-Hall, 1976, pages 337-338.

⁴ Intersection counts conducted by EIP Corporation on 8 May 1981.

⁵ "Critical Movement Analysis" described in Circular No. 212, Transportation Research Board, January 1980. Calculation sheets are on file in the Office of Environmental Review, 45 Hyde Street, San Francisco.

TABLE 7

Project and Cumulative Trip Generation During
PM Peak Hour*

(For Projects Approved Through July 1981)

<u>Mode and Distribution</u>	<u>Project</u>	<u>Other Development</u>	<u>Total</u>
Auto	785	11,610	12,395
Muni	630	9,200	9,830
BART			
East Bay			
Daly City	330	4,590	4,920
AC	180	2,470	2,650
SAMTRANS	35	430	465
SP	95	1,300	1,395
GGT	100	1,400	1,500
FERRY	30	390	420
OTHER	<u>60</u>	<u>610</u>	<u>670</u>
TOTALS	2,245**	32,000	34,245

*Source: Modal split factors contained in Guidelines for Environmental Evaluation - Transportation Impacts, Department of City Planning, San Francisco, 3 July 1980.

**This number exceeds the 2,175 person-trip projection (see Table 8, page 70) because intermodal transfers are included. These transfers are reflected in the modal split distribution outlined in Guidelines for Environmental Evaluation - Transportation Impacts.

intersection have been calculated and shown in Table 9, page 71. While these service levels indicate stable traffic flow conditions the downtown freeway network is the actual constraint on vehicle access to/from the project area. The Interstate 80 freeway operates at jammed conditions (Service Level E-F) during the evening peak hour.¹ Thus, the overall congestion on the freeway can affect the flow on specific freeway links or individual ramps. In addition, congestion on the Bay Bridge on-ramp backs up through the Harrison/First intersection during peak portions of the peak hour. When these back-ups occur, vehicle queues are representative of Service Level E-F at this location.

TABLE 8
Traffic Volumes*

<u>Street and Location</u>	<u>Daily Volume</u>	<u>P.M. Peak Hr. Volume</u>	<u>Date of Count**</u>
Howard St. (west of 4th)	13,300	2,140	1977
Folsom St. (west of 4th)	13,500	1,390	1977
Harrison St. (west of 4th)	10,800	1,560	1981
First St. (north of Howard)	11,500	1,130	1981
Third St. (north of Bryant)	21,300	1,650	1980
Third St. (north of Harrison)	17,900	1,510	1981

* Obtained from traffic count records of the Traffic Engineering Division, San Francisco Department of Public Works.

** The Department of Public Works, Traffic Engineering confirms that use of 1977 counts is acceptable in this area of the City, Vince Brown, telephone conversation, 13 July 1981.

¹ Leonard Newman, Chief, Highway Operations Branch, CalTrans, telephone conversation, 7 August 1981.

TABLE 9

Service Levels

Folsom/First	- Service Level A
Folsom/Second	- Service Level B
Harrison/First	- See discussion below
Harrison/Second	- Service Level B/C

A total of about 12,300 new p.m. peak hour auto trips are projected (see Table 7, page 69). No statistics are available for comparing this increase to the existing downtown peak hour traffic. Based upon comparisons available for other modes it is estimated that the total peak hour auto travel in the downtown area could increase by approximately 30%.¹ If the 30%-increase and the increase generated by the proposed project are applied to the peak hour volumes obtained for the Folsom/Second, Harrison/First and Harrison/Second intersections, the service levels shown in Table 10 would result.

TABLE 10

Projected Service Levels

Existing Service Level	Service Level in 1983	
	Without Project	With Project
Folsom/First	A	B
Folsom/Second	A	B
Harrison/First	E/F*	E/F*
Harrison/Second	B/C	E

*During periods of congestion on the Bay Bridge on-ramp, this intersection experiences vehicle queues characteristic of Service Level E-F.

¹ In order to compare existing and projected downtown traffic, it would be necessary to first identify the existing p.m. peak hour outbound traffic volumes on all of the major freeways and surface streets serving the downtown. Such traffic volume data are not available. A similar comparison has however been prepared for the various Muni lines serving the downtown.

The freeways and freeway ramps would be the critical links in the overall network. With these facilities currently operating under congested conditions during peak hours, the traffic increases generated by cumulative downtown development will add to this congestion with the probable result that travel delays will be extended.

It is projected that travel delays would increase in proportion to the 30% increase in downtown trip generation. A further concern is related to the potential demolition of The Embarcadero Freeway. The removal of this freeway would add traffic to surface streets and could focus further traffic on on/off ramps in the vicinity of the proposed project. The demolition is considered to be among the City's highest priorities but the final decision¹ depends upon the findings of an environmental review of the project.²

The increased traffic due to cumulative development would probably affect the industrial activities in the project area. On streets south of the project site, increased traffic would result from travel to/from freeway ramp locations. The increased traffic would probably extend south to Berry Street, location of the I-280 off-ramp. As many of the industrial uses depend upon the streets for loading and deliveries, vehicle conflicts would increase.

Truck delivery and loading would be disruptive to through-traffic flow and would delay this flow. Increases in through-traffic would make truck maneuvering (such as backing up to loading docks) in the area surrounding the proposed project more difficult. Project truck maneuvering would be on-site.

3. Transit Impacts

San Francisco Municipal Railway. Muni operates 34 routes within walking distance (2,000 feet) of the project site (Table 2, page 43).

¹ Any decisions based on the I-280 Transfer Concept Program (Study) would be made by Caltrans, Muni, MTC, and UMTA.

² Chi-Hsin Shao, Department of City Planning, Transportation Section, telephone conversation, 17 April 1981.

The City has provided patronage statistics for all downtown routes, projected to 1983.¹ The projections include existing patronage as well as projected patronage attributed to other committed development in the downtown area up to November 1980. In Table 11, page 74, the p.m. peak hour patronage capacity and load factors are shown for the relevant lines. A number of lines will operate over capacity in 1983. Because capacity is defined as 150% of the available seats, any load factor over 1.00 reflects crowded conditions. (A load factor of 1.00 equals capacity.)

Muni load factors will be further increased by downtown projects which have been approved since the City patronage projections were prepared.

The additional peak hour patronage due to the proposed project was added to the existing patronage on a proportional line by line basis. As indicated in Table 11, page 74, the project would increase the 1983 load factors by not more than 2%. However, passengers on the 18 lines with load factors greater than 1.00 would be experiencing uncomfortable crowding.

In discussions with Muni staff,² it appears that the system capacity will be increased 10-15% by 1983. This increase will come from added capacity in the Muni Metro light-rail service, and the replacement of existing buses with articulated coaches. This capacity increase would generally relieve the projected load factors; specific benefits would depend upon a more detailed improvement program with capacity increases cited for each route.

BART. BART staff³ have provided the following p.m. peak hour operating statistics for outbound trains at their peak load points (during April-June 1981):

¹ San Francisco Department of City Planning, Guidelines for Environmental Evaluation - Transportation Impacts, 3 July 1980 (revised October 1980).

² Susan Chelone, Muni Planning Department, telephone conversation, 12 August 1981.

³ John Stamas, BART Planning Staff, personal communication, 10 August 1981.

TABLE 11

MUNI Patronage Summary
PM Estimated Peak Hour-Outbound Direction
 (MUNI Lines Within 2,000 Feet of Project Site)

LINE	1983 PATRONAGE				LOAD FACTORS		
	EXISTING PATRONAGE	WITHOUT PROJECT*	WITH PROJECT**	CAPACITY	EXISTING CAPACITY	1983 WITHOUT PROJECT	1983 WITH PROJECT
1	400	499	510	450	0.89	1.11	1.13
2	572	716	732	600	0.95	1.19	1.22
3	511	638	653	525	0.97	1.21	1.24
5	986	1,233	1,261	1,275	0.77	0.97	0.99
6	500	627	641	675	0.74	0.92	0.95
7	327	410	419	450	0.73	0.91	0.93
8	658	823	842	1,125	0.59	0.73	0.75
9	531	663	678	750	0.71	0.88	0.90
11	676	844	863	750	0.90	1.13	1.15
12	487	609	623	525	0.93	1.16	1.19
14	1,215	1,521	1,556	1,275	0.95	1.19	1.22
14GL	253	317	324	300	0.84	1.06	1.08
14X	655	819	838	675	0.97	1.21	1.24
15	887	1,108	1,133	975	0.91	1.14	1.16
17X	260	324	331	375	0.69	0.86	0.96
21	660	827	846	825	0.83	1.00	1.03
27	158	196	201	300	0.53	0.65	0.67
30	1,067	1,336	1,367	1,425	0.75	0.94	0.96
30X	822	1,030	1,054	975	0.84	1.06	1.07
31	498	626	640	525	0.95	1.19	1.22
32	416	520	532	1,050	0.40	0.50	0.51
38	989	1,236	1,244	1,125	0.88	1.10	1.11
38L	656	819	838	675	0.97	1.21	1.24
40X	321	403	412	525	0.61	0.77	0.78
41				No Statistics Available			
42	230	289	296	300	0.77	0.96	0.99
71	379	474	485	375	1.01	1.26	1.29
72	276	346	354	300	0.92	1.15	1.18
80X	433	542	554	600	0.72	0.90	0.92
J	798	998	1,021	1,235	0.65	0.81	0.83
K	3,119	3,901	3,991	3,900	0.80	1.00	1.02
L				No Statistics Available			
M				No Statistics Available			
N	2,050	2,565	2,624	2,400	0.85	1.07	1.09

*Capacity, patronage (without project) and load factors (without project) obtained from Guidelines for Environmental Evaluation - Transportation Impact, Department of City Planning, San Francisco, 3 July 1980 (revised October 1980). (Does not include projects approved since November 1980.)

**Patronage and load factors (with project) reflect a line by line proportional distribution of the proposed project's estimated MUNI patronage.

TABLE 12
BART Peak Hour Operating Statistics

	<u>East Bay</u>	<u>Daly City</u>
Seats	8,640	6,199
Passengers	11,859	5,946
Average load factor	1.37	0.96

With heavier ridership during portions of the peak hour, certain peak trains experience load factors which are approximately 10% higher. In April and May of 1981, BART transbay patronage was 11-12% above predictions, about 84,000 person trips/day.¹

Cumulative downtown development would increase BART ridership; the proposed project would add 6-7% to this increase (see Table 7, page 69). It is projected that the East Bay trains would experience average peak hour load factors of 1.6-1.8 and higher factors on certain peak trains. BART's short-term (5-year) improvement program calls for an approximate 20% increase in capacity (with added cars and some decrease in headways).² These improvements would allow the peak hour load factors to average 1.2-1.4.

AC Transit.³ AC Transit operates approximately 200 buses outbound from the Transbay Terminal during the p.m. peak hour. Based on a capacity of 125% of available seating (AC policy accepts 25% standees) and an average of 50 seats per bus, a total capacity of 12,500 passengers is available. With a current peak hour patronage of 9,000 during this peak hour, the overall capacity reserve is 3,500. Certain of the peak runs have higher load factors and therefore no excess capacity. Cumulative development would generate about 2,650 trips, absorbing most of the 3,500 space excess capacity. The proposed project would add 1-2% to the projected ridership (see Table 7, page 69). A.C. Transit

¹BART Office of Research, BART Patronage Report No. 104, May 1981, Attachment I.

²Ward Belding, BART Planning Staff, telephone conversation, 23 July 1980.

³Gene Gardner, AC Planning Staff, telephone conversation, 27 March 1981.

staff indicate that the capacity will be increased approximately 10% over the next 3-4 years and this increase will raise the capacity reserve.¹

Golden Gate Transit.² Golden Gate Transit operates 147 buses out of the downtown area during the afternoon peak hour, about 120 buses on financial district routes and 27 buses on Civic Center routes. On the average, these buses run at their design capacity level as set by Golden Gate policy, (i.e., at seating capacity). Golden Gate Transit allows a maximum (crush) capacity of 55 passengers per bus, corresponding to 10 standees, which equates to 8,085 peak hour riders. Current peak hour ridership out of downtown is estimated at 6,620 passengers. On certain peak runs, more than 10 standees may be present.

With a design capacity of 8,090 peak-hour passengers, the effect of cumulative downtown development would be to raise patronage to about 8,000 passengers. The proposed project would add 100 trips (or approximately 1%) to the projected ridership (see Table 7, page 69). Because of financial limitations, the District would probably not be able to increase its capacity³ to accommodate the increased demand.

SamTrans.⁴ There are currently 12 SamTrans buses leaving the downtown area during the afternoon peak hour. They operate at about 90% of seating capacity, corresponding to peak-hour ridership of about 510 passengers. Assuming a maximum capacity of 125% of available seats, it is estimated that there is a reserve capacity for 240 passengers.

The patronage from cumulative development would appear to exceed the available 240-passenger reserve capacity of SamTrans. The proposed project would add approximately 8% to the trips generated by new development (see Table 7, page 69). No specific capacity improvements have been cited by the District.

¹ Gene Gardner, AC Planning Staff, telephone conversation, 27 March 1981.

² Alan Zahradnik, Golden Gate Transit Planning Staff, telephone conversation, 27 March 1981.

³ Peter Dyson, Golden Gate Transit, telephone conversation, 17 July 1980.

⁴ Larry Stueck, SamTrans staff, telephone conversation, 27 March 1981.

Southern Pacific¹ The SP commute service has been incorporated into an operating agreement between the railroad and the State of California (through CalTrans since 1980). Current service provides 11 southbound trains with 9,000 seats during the p.m. peak hour. The current load factor (based upon 1 seat per passenger) is 0.83, or approximately 7,470 passengers.

Southern Pacific service will be improved through the addition (within 3-5 years) of approximately 1,200 seats to the southbound peak hour capacity. With the system's existing reserve capacity of about 1,530 seats, the total capacity reserve would be about 2,730 seats. Thus, the addition of 1,375 new peak hour passengers (due to cumulative downtown development) could be accommodated. The proposed project would contribute approximately 7% to this load (see Table 7, page 69).

4. Parking Impacts

Based upon the San Francisco Planning Code, the proposed project's parking requirements would be 1,196 spaces (see Table 13, page 78). In lieu of providing 100% of the required parking, the project sponsor is preparing a transportation program to mitigate transportation needs associated with the project (see Section V.C., page 114). Employee survey data (on travel patterns) included in that program suggest that the project parking demand would be 1,000-1,100 spaces.² Parking for 300 cars is proposed as part of the project, 895 spaces less than code requirements; the remaining demand would be accommodated by the transportation program (see Section V.C., page 114), and at other locations in the area. Parking inventory/occupancy surveys³ in the area indicate 8,970 parking stalls with present occupancy rates of about 85%. The proposed project would displace a total of 374 parking spaces in existing surface lots on the project site. This displacement would cause motorists to seek other nearby parking facilities. The displacement of existing parking

¹Cecil Smith, CalTrans, telephone conversation, 27 April 1981.

²Long-term parking calculated in Transportation Program - Marathon Second & Folsom Building = 720 spaces. Short-term parking = 5825 non-work trips x 50% auto mode - 1.2 (auto occupancy) - 2 trips per vehicle - 4 turnovers daily = 303 spaces.

³San Francisco Department of City Planning, Final Environmental Impact Report, Pacific III Apparel Mart Building (EE 80.315), March 1981. San Francisco Department of City Planning, Final Environmental Impact Report, Five Fremont Center (EE 80.268), March 1981. Field observations conducted by EIP on 6 May 1981.

and the added demand due to the project would effectively raise the parking occupancy from 85% to 99% within the area surveyed. In addition, the cumulative downtown development projected for the next 3 years would add about 15,000 spaces to the parking demand in the downtown area; the proposed project would account for about 8% of this increase (1,196). It is probable that the cumulative impact would be an increased parking demand south of Folsom Street and beyond. Added vehicle circulation would also result from the increased number of vehicles seeking the limited number of parking spaces, increasing street congestion.

TABLE 13
Required Off-Street Parking Calculations
Based on Net Office/Commercial Floor Areas

Office Parking Spaces:

<u>Gross Sq. Ft.</u>		<u>Sq. Ft. Per Space</u>		<u>Total Spaces</u>
566,000	-	500	=	1,132

Commercial Parking Spaces:¹

<u>Gross Sq. Ft.</u>		<u>Sq. Ft. Per Space</u>		<u>Total Spaces</u>
20,000	-	500	=	40
6,000	-	250	=	24
26,000		for area over 20,000 sq. ft.		66

Total Required: 1,196

¹ Assumes uses included by "other retail uses" in Table 4, Sec. 151 of the Planning Code. Some of the uses listed on page 1 as possible ground floor commercial uses may instead be included under "other business offices" which does not require a higher rate after the 20,000 square foot threshold.

Off-street freight loading space required by the Planning Code¹ is calculated to be 5 spaces (see Table 14). More recent guidelines² indicate that 8 spaces would be needed (see Section VII.G., page 154). The project would provide 4 truck loading areas (16 x 35 feet each) and 4 van loading areas (8 x 20 feet each) (see Section II.C., page 37). Studies by the City³ suggest that the peak demand could be 25% higher (i.e. 10 spaces). During these peak periods, delivery vehicles may seek spaces on the street.

TABLE 14

Planning Code Required Off-Street Loading
Based on Gross Office/Commercial Floor Areas

727,000 sq. ft. office/bank (3 plus 1 for each 400,000 sq. ft. over 500,000 sq.ft.)	= 4 spaces
27,000 sq. ft. other commercial (1 for 10,001 - 60,000 sq. ft.)	= 1 space
Total Required	= 5 spaces

The added circulation would conflict with truck delivery and loading functions which typically occur on the streets south of the project site, if those functions occur during peak periods. In addition, an increased parking demand would result in office employees parking in on-street and off-street spaces that would otherwise be available for employees and visitors of the adjacent industrial uses.

The project would include an area (proposed on the Second Street frontage) for van-pool drop-off/pick-up.

5. Pedestrian Impacts

Pedestrian volumes on adjacent sidewalks and crosswalks were counted during both the midday (11:30 a.m. - 1:30 p.m.) and evening (4:00 p.m. - 6:00 p.m.) peak periods. The physical conditions, average flows during these periods, and peak 15-minute flow rates are shown in Figure 28, page 80.

¹City and County of San Francisco, Planning Code, Section 270, 1979 Edition, Sections 151 and 152.

²San Francisco Department of City Planning, Guiding Downtown Development, San Francisco, May 1981, page D-8.

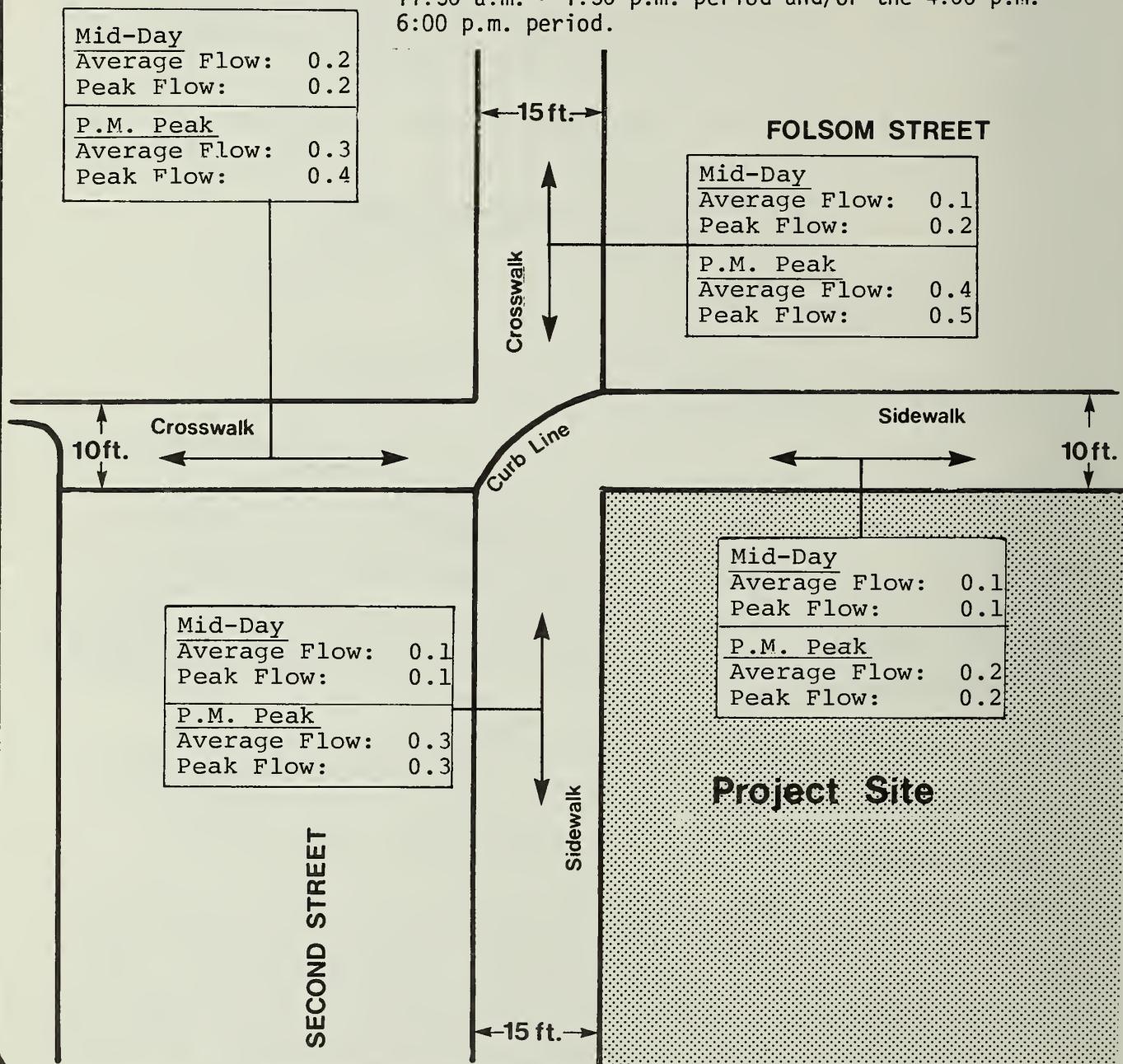
³Department of City Planning, Pedestrian and Goods Movement Study, September 1980.

NOTE:

Flow rates are persons/minute/foot of walkway width.

1. Average Flow is the average 1 minute flow rate during the entire 11:30 a.m. - 1:30 p.m. period and/or the 4:00 p.m. - 6:00 p.m. period.

2. Peak Flow is the average 1 minute flow rate during the peak 15 minute period within the 11:30 a.m. - 1:30 p.m. period and/or the 4:00 p.m. - 6:00 p.m. period.



Existing Pedestrian Flows

Indicates pedestrian movement



Not to Scale

Source: Pedestrian counts were conducted at the above crosswalk and sidewalk locations during 11:30 - 1:30 p.m. and 4:00 - 6:00 p.m. by EIP Corporation on 8 May 1981.

Figure No.28

An accepted methodology for describing pedestrian flow quality is contained in Urban Space for Pedestrians by Pushkarev and Zupan.¹ They cite the following characteristics of pedestrian flow:

TABLE 15
Pedestrian Flow Characteristics

<u>Description</u>	<u>Flow Rate (persons/minute/foot of walkway width)</u>
Open	less than 0.5
Unimpeded	0.5-2
Impeded	2-6
Constrained	6-10
Crowded	10-14
Congested	14+

During the peak 15 minute periods, all of the sidewalks and crosswalks bounding the project would experience open or unimpeded flow. The cited reference also suggests that the "platooning" effect (groups of pedestrians) on pedestrian flows can cause more congested conditions during certain peak periods and that a rate of 4 persons/minute should be added to simulate this platooning. With this adjustment flows would remain unimpeded.

The proposed project's trips would involve some walking; pedestrian trips have been added to the existing pedestrian volumes on sidewalks and crosswalks adjacent to the project site. Based upon travel research conducted by the California Department of Transportation,² it is estimated that approximately 30% of the daily trips would occur in the 4:00 p.m. - 6:00 p.m. period and 20% in the 11:30 a.m. - 1:30 p.m. period. Thus, 2,380 midday pedestrian trips and 3,570 p.m. peak period trips have been added to the existing pedestrian flows; the total projected flows are depicted in Figure 29, page 82. Based upon these projections, the quality of pedestrian flow would remain unchanged from the existing characteristics.

¹Pushkarev and Zupan, Urban Space for Pedestrian, MIT Press, 1975. Methodology recommended in OER Transportation Guidelines.

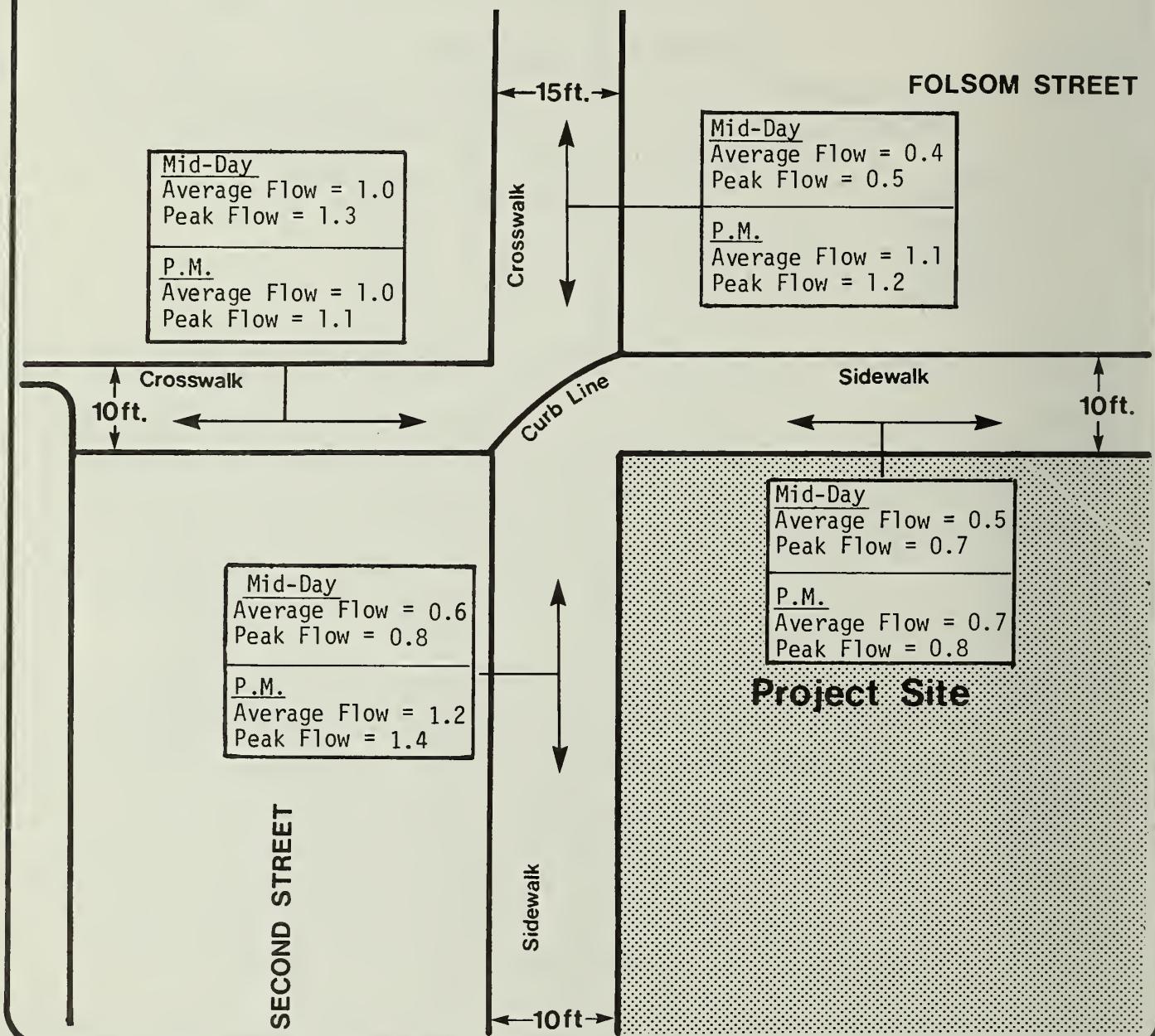
²California Department of Transportation, 10th Progress Report on Trip Ends Generation, San Francisco, July 1975.

NOTE:

Flow rates are persons/minute/foot of walkway width.

1. Average Flow is the average 1 minute flow rate during the entire 11:30 a.m. - 1:30 p.m. period and/or the 4:00 p.m. - 6:00 p.m. period.

2. Peak Flow is the average 1 minute flow rate during the peak 15 minute period within the 11:30 a.m. - 1:30 p.m. period and/or the 4:00 p.m. - 6:00 p.m. period.



Projected Pedestrian Flows

← → Indicates pedestrian movement



North

Not to Scale

Source: Pedestrian counts were conducted at the above crosswalk and sidewalk locations during 11:30 - 1:30 p.m. and 4:00 - 6:00 p.m. by EIP Corporation on 8 May 1981.

Figure No. 29

6. Construction Impacts

Although no specific construction process has been formulated, it is projected that about a 1½- 2-year construction period would be required. Based upon the construction employee projections¹ this project would have a peak construction employee parking demand of approximately 100-150 spaces. This demand would compete for the limited parking available in the area.

Although the construction traffic volumes would likely not be high in relation to existing traffic, trucks and other construction traffic could disrupt traffic flow. Trucks and equipment could block some portions of the adjacent streets throughout the construction process. In addition, construction activities would likely encroach onto sidewalks, causing a possible reduction in sidewalk widths and pedestrian congestion. If pedestrians were routed to temporary walkways in the existing parking lanes, this routing could be accomplished without encroaching into the traffic lanes on adjacent streets.

F. AIR QUALITY AND CLIMATE

I. Air Quality

Construction activities would generate pollutants in the vicinity of the project. Trucks and equipment would release exhausts; earthmoving and grading would generate dust and suspended particulates. Adequate information to quantify the generation of dust is not available since emission factors² were developed for shopping center and housing construction in suburban desert areas and have little applicability to downtown urban construction. However, it is likely that dust generation due to construction will increase dust fall and soiling in local downwind areas.

The increase in regional emissions occurring when the proposed project is built and occupied would result in degradation of regional air quality. Of particular importance are the increases in hydrocarbons and oxides of nitrogen which result in the formation of photochemical oxidants. Studies of future air quality³ indicate that photochemical ozone would be a persistent problem in the future, and that reductions in hydrocarbon and oxides of nitrogen emissions would be necessary to attain the federal standard for ozone

¹Projection by Bolles Associates, Project Architects, dated 12 June 1981.

²U.S. Environmental Protection Agency, Compilation of Air Pollution Emission Factors, 2 April 1977.

³Association of Bay Area Governments, 1979 Bay Area Air Quality Plan, January 1979.

in the Bay Area. The proposed project's emissions would represent at most an increase of 0.05% in regional emissions of ozone precursors.¹ Photochemical oxidant modeling conducted for the proposed Yerba Buena Center² Redevelopment Project showed that the emissions from that project would result in no measurable change in Bay Area oxidant concentrations. The regional emissions for the proposed project would be less than 5% of those for the Yerba Buena project; therefore, no measurable effect on regional oxidant concentrations would be anticipated. Cumulative development in San Francisco and the Bay Area could, however, have a measurable effect on regional air quality.

Direct atmospheric emissions of primarily carbon monoxide from the project would be from combustion of natural gas for water and space heating. Natural gas is a relatively clean-burning fuel; therefore, no visible fumes would occur. Exhaust gases would be emitted at rooftop level and would be diluted to concentrations below the ambient air quality standards before reaching ground level.

The project would act as an indirect source of atmospheric emissions by generating automobile traffic. On the local scale, carbon monoxide (CO) is the most important pollutant emitted by automobiles.

Projected carbon monoxide concentrations for existing conditions near the site, with the project and other anticipated projects, were calculated using traffic volumes presented in the Transportation Impacts Section.³ Results for worst-case meteorological conditions are summarized in Table 16, page 85. These concentrations represent the exposure a person would experience at curbside. Carbon monoxide levels would drop off rapidly with distance from curbside.

Table 16 shows that existing and future predicted carbon monoxide levels are below the federal standards. Levels would be reduced between 1981 and 1983 even with construction of the project because of expected improvements in vehicle emissions controls.

¹Calculated by dividing project emissions by total Bay Area emissions.

²San Francisco Department of City Planning and San Francisco Redevelopment Agency, Final Environmental Impact Report, Yerba Buena Center, EE 77.220, certified 25 April 1978, page 382.

³Bay Area Air Quality Management District, Guidelines for the Air Quality Impact Assessment of Projects, 1975, as amended 15 July 1981.

However, cumulative traffic increases related to anticipated new development would offset emission control improvements, so that carbon monoxide levels would increase for the 1-hour averaging period and remain unchanged for the 8-hour averaging period between 1981 and 1983.

TABLE 16
Curbside Carbon Monoxide Concentrations¹
Under Worst-Case Conditions (in parts per million)

<u>Intersection</u>	<u>Existing</u>		<u>With Project (1983)</u>		<u>Project and Other Development (1983)</u>	
	<u>1-hr.</u>	<u>8-hr.</u>	<u>1-hr.</u>	<u>8-hr.</u>	<u>1-hr.</u>	<u>8-hr.</u>
First/Folsom	16.0	6.6	14.7	6.1	16.4	6.5
First/Harrison	16.9	6.2	15.5	5.7	17.4	6.1

TABLE 17
Regional Automobile Emissions (tons/day)

<u>Pollutant</u>	<u>1983 Project Emissions</u>	<u>1983 Cumulative Emissions</u>	<u>1983 Regional Emissions²</u>
Carbon Monoxide	0.26	3.9	1,500
Hydrocarbons	0.02	0.3	950
Oxides of Nitrogen	0.02	0.4	800

The regional impact of the project would be due to the increase in Vehicle Miles Traveled (VMT) associated with the project. Based upon the estimate of project trip generation and destination (see Section IV.E., page 66), the daily regional increase of VMT is

¹ Federal Standards are 35.0 ppm for the 1-hour averaging period and 9.0 ppm for the 8-hour averaging period.

² Association of Bay Area Governments, 1979 Bay Area Air Quality Plan, January 1979.

estimated at 9,000. Using updated composite emission factors supplied by the Bay Area Air Quality Management District and assuming an average trip speed of 25 mph, total regional emissions from the project traffic have been estimated in Table 17, page 85.

The California Health and Safety Code¹ requires that measures be taken to minimize dust generation, specifically, watering down demolition materials and soils. An effective watering program (complete coverage twice-daily) can reduce emissions by about 50%. The project sponsor would require the contractor to implement a twice-daily watering program, which would reduce the likelihood of airborne construction dust and particulates exceeding state and federal standards.

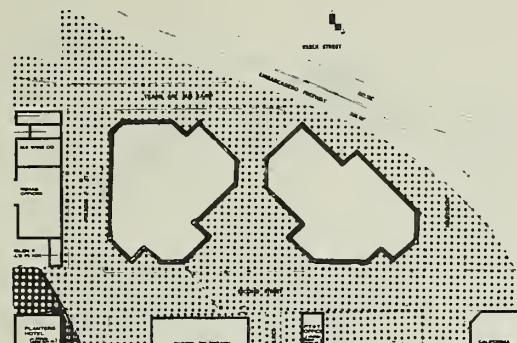
2. Wind and Shadows

The building design includes features that would reduce the potential for wind accelerations at pedestrian level. The northwest face along Folsom Street includes partial setbacks at the sixth, eighth, tenth and eleventh floors. The setbacks reduce the volume of wind brought down to street level by the building face.

For westerly winds, the orientation of the 2 buildings would tend to accelerate winds between the buildings. Such wind acceleration would be above ground level due to the presence of the atrium. The sheltering effect of the 18-story PT&T Building minimizes the potential for wind acceleration at ground level in the plaza. The use of setbacks along the Folsom Street facade (compared to a design using continuous vertical walls) minimizes the potential for wind accelerations at ground level along Folsom Street under west wind conditions.

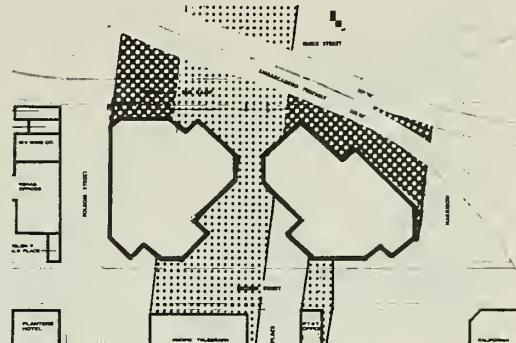
Depending on the time of day and season of the year, project shadows would affect the south side of Folsom Street, the freeway ramps east of the site, the buildings across Folsom street from the project site, and the PT&T Plaza (Figures 30, 31, and 32, pages 87, 88, and 89). The multiple setbacks included in the proposed design would tend to reduce the area of shadow compared to a building of the same outline using continuous vertical walls.

¹State of California Health and Safety Code, Section 41700.



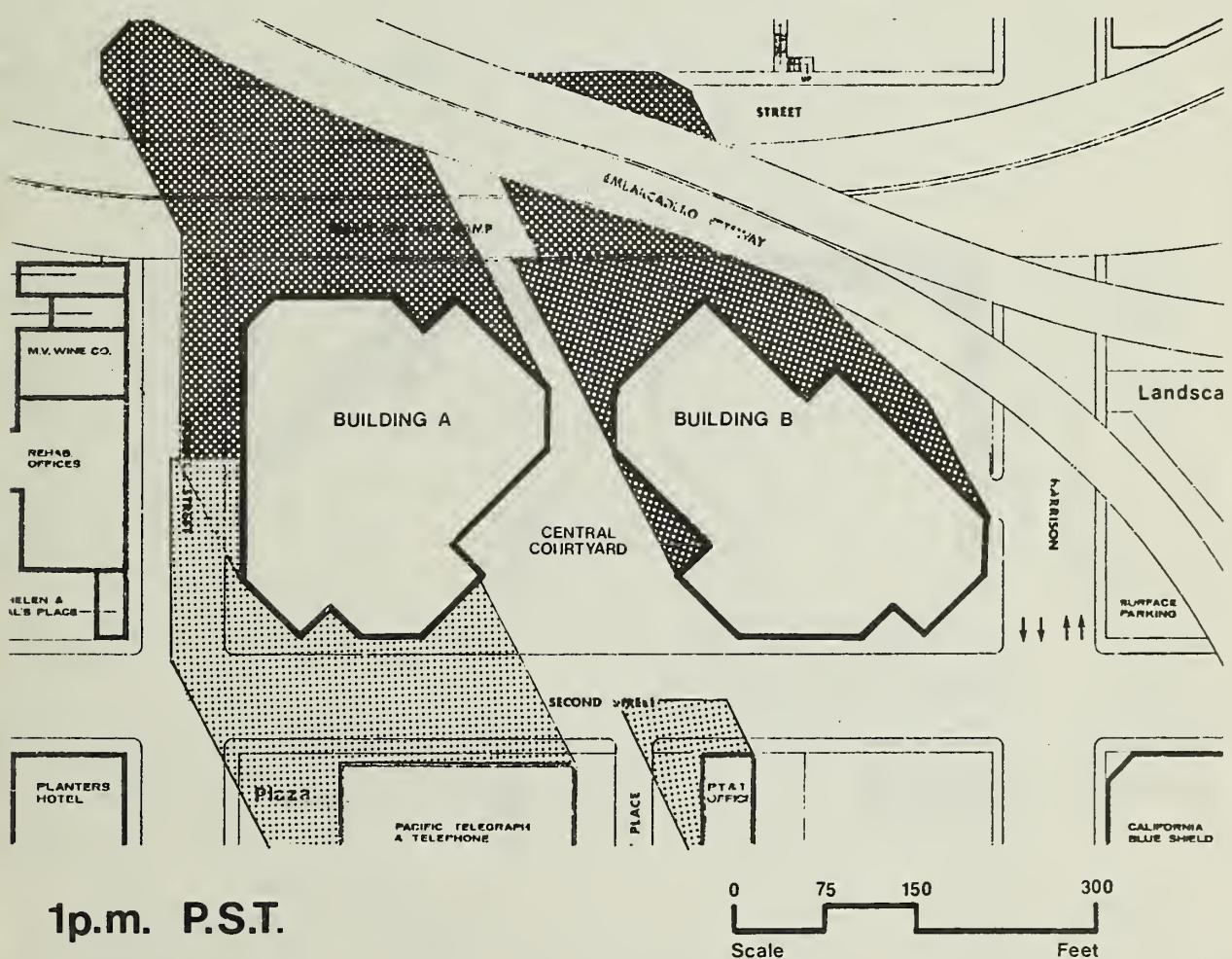
8 a.m.

0 50 300 600
Scale Feet



4 p.m.

0 150 300 600
Scale Feet



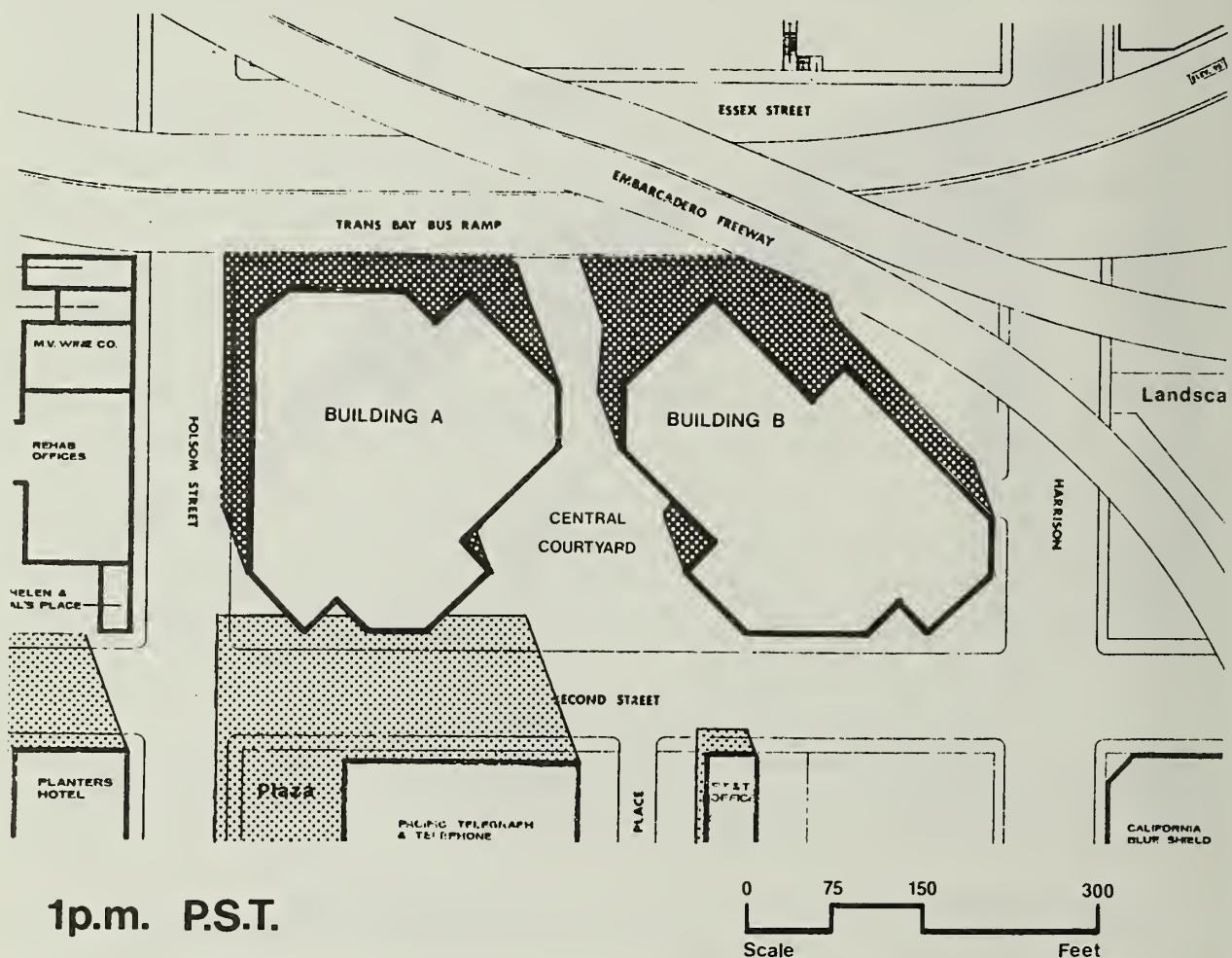
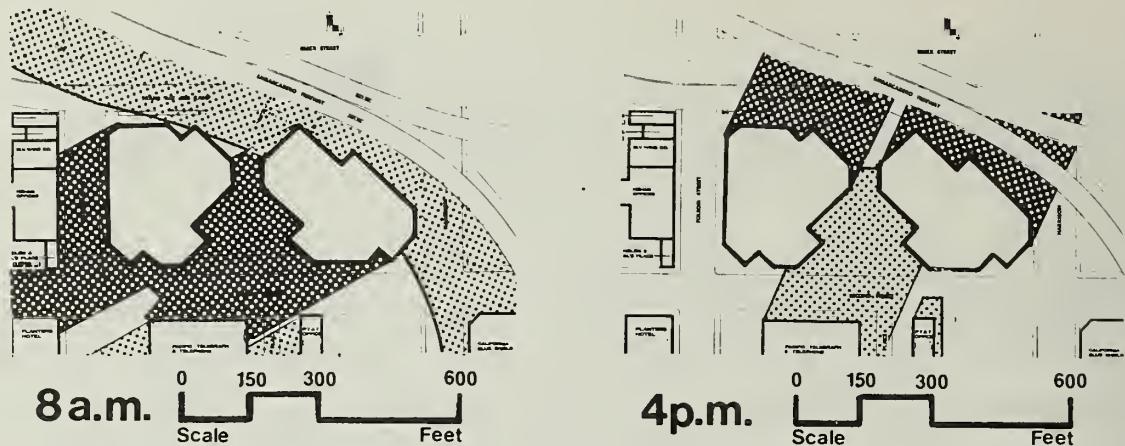
Shadow Patterns December 21

■ Existing Shadows

■ Shadows Added by Proposed Project



Figure No. 30



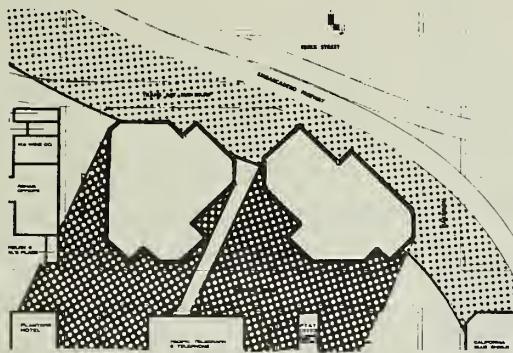
Shadow Patterns March 21/September 21

Existing Shadows

Shadows Added by Proposed Project

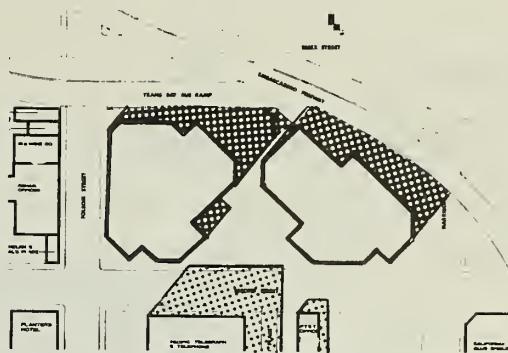


Figure No. 31



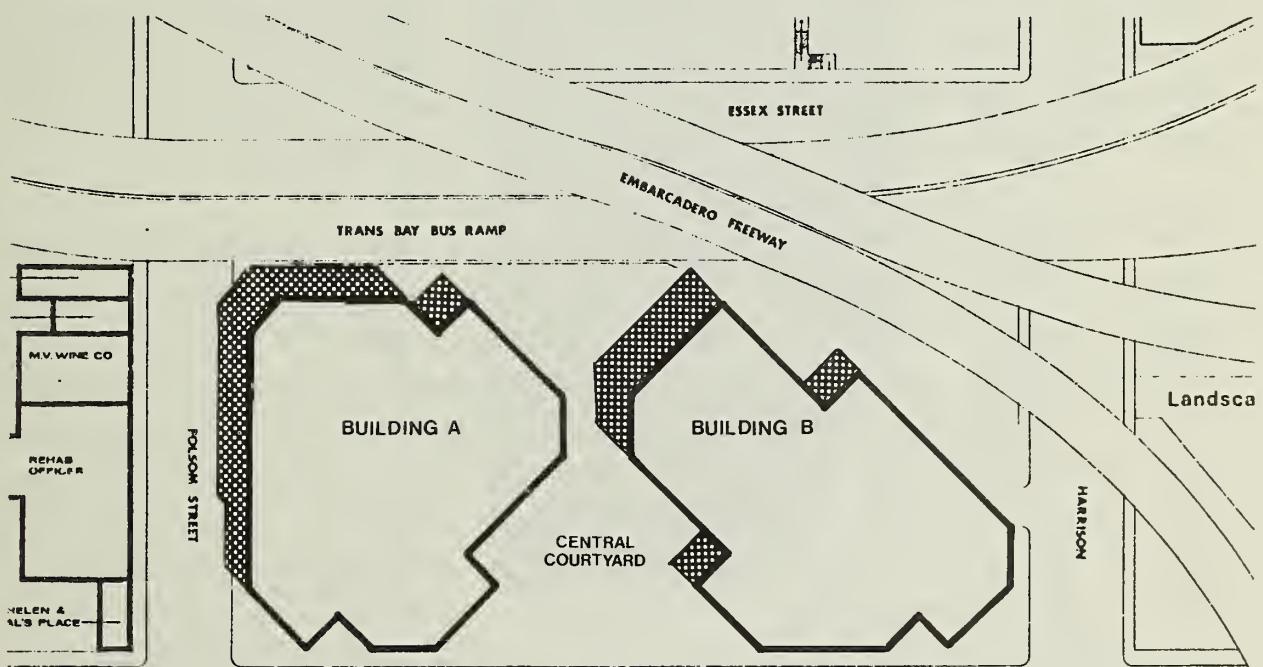
8 a.m.

0 150 300 600
Scale Feet



4 p.m.

0 150 300 600
Scale Feet



1 p.m. P.S.T.

0 75 150 300
Scale Feet

Shadow Patterns June 21

Existing Shadows

Shadows Added by Proposed Project



Figure No. 32

G. NOISE

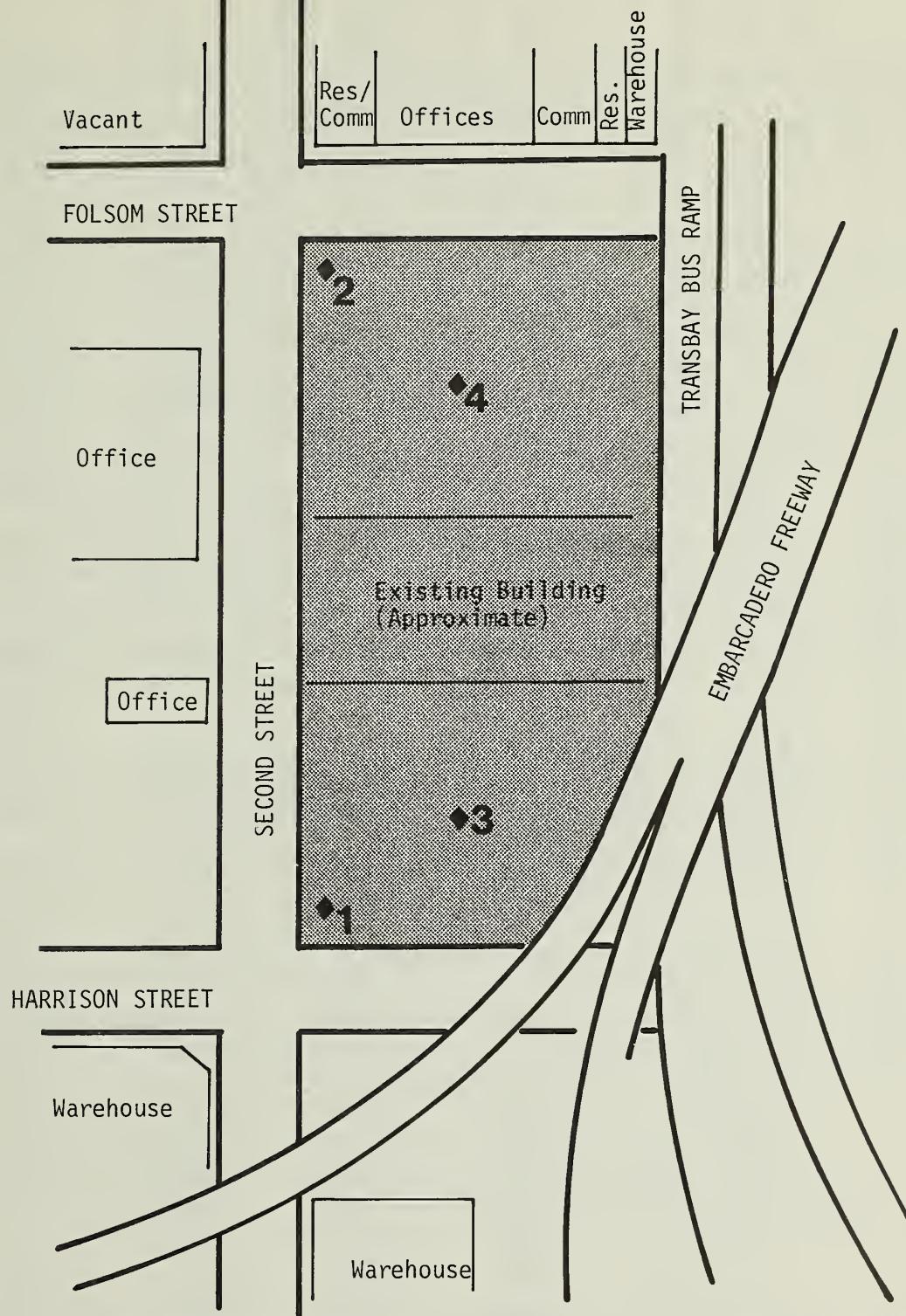
I. Construction Noise Impacts

To quantify the noise environment on the project site, noise measurements were made at the locations shown on Figure 33, page 91.

Location No. 1 is representative of the noise exposure of the proposed building facades facing Second and Harrison Streets. Location No. 2 is representative of the noise exposure of the proposed building facades facing Second and Folsom Streets. Location No. 3 is representative of the freeway and bus ramp noise exposure of the ground floors of proposed Office Building B. Location No. 4 is representative of the bus ramp and Folsom street traffic noise exposure of the ground floors of proposed Office Building A. The data obtained during the measurements are summarized in Table 18, page 92.

Construction of the Second and Folsom office building would take place in 3 phases: demolition and excavation (2 months duration), foundation construction (2 months duration), and building erection (15 months duration). Construction noise levels would fluctuate depending upon the following variables: the phase of construction, its duration, the type or types of equipment used during each phase, the noise emitted during the noisy mode of any particular item or items of equipment in use, the number of hours in a day during which the equipment would be operated in this noisy mode, the mobility of the equipment (e.g., the noise source may be a stationary air compressor or a self-propelled backhoe), the distance between the noise source and the receptor, and the noise propagation characteristics of the path between the noise source and the receptor (e.g., shielding by barriers or intervening buildings will result in a reduced noise level at the receptor). The worst case noise impacts associated with the various phases of construction have been estimated for this study.

During excavation, bulldozers, graders, haul trucks and front end loaders would be expected on the project site. These pieces of equipment generate from 70 to 85 dBA at 50 feet. During foundation construction, the major noise source would be concrete pumping trucks. These trucks generate noise levels of up to 85 dBA at 50 feet. After foundation construction concrete pumper, power saws, cranes, air compressors, generators, and impact torque wrenches would be the major noise sources. These pieces of equipment emit from 70 to 95 dBA at 50 feet. This phase would last through the first



Noise Measurement Locations

North
Not to Scale

Figure No. 33

TABLE 18

Results of On-Site Noise Measurements

Site No.	Location ¹ (See Figure 33)	Day and Time of Measurement	L _{eq} ²	L _{max} ³	Comments
1	25 feet from edge of Second St. and 25 feet from edge of Harrison St.	12 May 1981 10:21-10:26 am	72	88	Freeway is background; peaks due to buses, trucks
		12 May 1981 4:30-4:45 am	72	84	Local traffic is dominant
2	25 feet from edge of Second St. and 25 feet from edge of Folsom St.	12 May 1981 10:30-10:35 am	73	87	Freeway at 63-64 dBA; local traffic dominant
		12 May 1981 3:30-3:45 pm	72	85	Local traffic dominant
3	100 feet from Harrison St. and 100 feet from Transbay bus ramp	12 May 1981 10:45-10:50 am	72	80	Freeway is dominant; peaks due to buses, trucks
		12 May 1981 4:10-4:25 pm	72	82	Bus ramp is dominant; peaks from local traffic
4	100 feet from Folsom St. and 100 feet from Transbay bus ramp	12 May 1981 3:50-4:05 pm	67	81	Local traffic dominant; buses on ramp are shielded

¹Noise measurements were not made 30 feet from the elevated freeway because the shielding provided by the freeway structure would lead to an erroneous result for the noise exposure of the upper floors of a multiple story building.

²The L_{eq} is the equivalent steady-state sound level, in dBA, which, in a given period of time, would contain the same acoustic energy as the time-varying sound level during that same time period.

³The Maximum instantaneous sound level, in dBA, observed during this sample period.

Source: Charles M. Salter Associates, Inc.

year of construction. Noise from impact wrenches, used intermittently during the framing of buildings, has been measured¹ at construction projects in downtown San Francisco at up to 95 dBA at 50 feet.

The occupied land uses near the proposed site are office buildings on Second Street, warehouse activities on Harrison Street, and a combination of office, commercial, residential (6 units), and vacant buildings on Folsom Street (see Figure 3, page 13). The PT&T office building on Second Street across from the project site has a building facade where approximately 10% of the surface is glass in the form of windows. This building houses the wire center (i.e., mechanisms for telephone switching) for San Francisco. There are few offices in this building; it is principally filled with equipment. During the use of impact wrenches, the noisiest construction operation, noise levels outside this office building would reach as high as 89 dBA. Maximum noise levels inside the building would be expected to reach about 59 dBA in offices with windows. PT&T does not anticipate any problems with either noise or vibration from construction activities upon the wire center.²

The noise of impact wrenches would be noticeable (up to 5 dBA over present maximum levels) inside the affected offices and could annoy and distract office workers. The noise of impact wrenches would not interfere with ordinary use of the telephone by these workers.

Several buildings along Folsom Street have operable windows and relatively large glazed areas. If windows were opened, the expected exterior/interior noise reduction would be approximately 15 dBA. Maximum noise levels inside the buildings when impact wrenches were to be used would be expected to reach about 74 dBA. The noise inside these buildings could be expected to annoy and distract office workers and residents. Conversations would have to take place at a higher vocal level. Telephone use would be difficult. Noise would be a particular problem to the PT&T offices which house their marketing offices.

No other residential uses were identified in the potential impact area of the project. This area, is estimated to include locations within 800 feet of the project, based upon a

¹Charles M. Salter Associates, San Francisco, California, unpublished data, 1979.

²Lou Meylan, Engineering Manager, PT&T, telephone communication, 10 September 1981.

project-generated noise source of 95 dBA, and an attenuation rate of 6 dBA for each doubling of distance.¹ The attenuation rate is applicable to line-of-sight; since there is much shielding in this area the estimate of the impacted area is quite conservative.

At the warehouse area along Harrison Street, noise levels generated by impact wrenches would also reach 89 dBA. Warehouse facilities are not generally noise-sensitive land uses and there would be little or no expected interference with normal activities in these buildings. Where the windows of any offices facing the site in these buildings would be open some activity interference could be expected.

During the remainder of construction, noise levels at any of the adjacent buildings would be expected to exceed 65 dBA in the buildings located on Folsom Street or 50 dBA inside the offices fitted with windows located on Second Street. At these noise levels, construction noise would be audible and could interfere with communications in the buildings along Folsom Street, but would not be expected to interfere with the use of the offices on Second Street.

The proposed Bridgemont School at Third and Harrison Streets would be over 1,000 feet from the construction activities. At this distance, construction noise would be masked by local traffic noise.

Construction noise in San Francisco is also regulated by the noise ordinance. The ordinance requires that all powered construction equipment except impact tools and equipment emit no more than 80 dBA when measured at a distance of 100 feet. Impact tools and equipment including pavement breakers, jack-hammers, and pile drivers must have intake and exhaust mufflers as approved by the City Director of Public Works. The ordinance requires a special permit for construction after 8 p.m. and before 7 a.m.

¹Rau, J. and D.C. Wooten, Eds. Environmental Impact Analysis Handbook, McGraw Hill, New York, 1980.

2. Compatibility with the Existing Noise Environment

The Transportation Noise Plan of the Comprehensive Plan of the City and County of San Francisco¹ and Title 25 of the California Administrative Code² contains guidelines for determining the compatibility of various land uses with respect to outdoor noise environments. Above an Ldn (defined on page 48) of 75 dBA, new construction or development should generally be discouraged. If new construction or development does proceed, an analysis of the noise reduction requirements must be made and needed noise insulation features included in the design.

Based upon previously collected data in this area and upon the data collected on-site, the noise exposure for proposed Building A on the freeway/ramp-facing portion of the building would be an Ldn of 72 dBA at ground level; the noise exposure at upper levels (Floors 3-11) of this building would be an Ldn of 80 dBA. The noise exposure of proposed Building B on the freeway/ramp-facing portion of this site would be an Ldn of 72 dBA at ground level; the noise exposure at upper levels (Floors 3-11) of this building would be an Ldn of 83 dBA. The noise level at floors 3-11 would be higher because those floors would have a direct line-of-sight to the freeway and ramps, while floors 1 and 2 would not. This project would fall into the Ldn greater than 75 dBA category (see Table 18, page 92) and therefore requires an analysis of required noise reduction and needed noise insulation features.

The proposed project would have fixed windows and would be mechanically ventilated. Building facades with "standard" fixed windows would reduce exterior noise by about 30 dBA. As the maximum noise exposure of these buildings would occur at the upper floors (3-11) overlooking The Embarcadero Freeway and the Transbay bus ramps (an exterior Ldn of approximately 80-83 dBA), it is expected that inside the nearest offices, the Ldn would be approximately 50-53 dBA. Instantaneous maximum interior sound levels of up to 60 dBA would be expected as trucks and buses pass on nearby roadways. Offices below the freeway or ramp level, or facing Second, Folsom or Harrison Streets, would be exposed to an exterior Ldn of about 72 dBA. Interior noise levels in these offices would be an Ldn of approximately 42 dBA. Instantaneous maximum noise levels in these offices would reach 58 dBA during truck and bus passbys on Second Street.

¹Plan for Transportation Noise Control, a section of the Environmental Protection Element, adopted September 19, 1974.

²Title 25, California Administrative Code, Section 725-28, e-2.

Since nighttime noise control is not important in office buildings, the Leq (defined in Table 18, page 92) during the noisiest daytime hours is the appropriate design parameter. The Ldn is equivalent to the Leq during the noisiest daytime hours in noise environment controlled by traffic noise. The following Leq were determined from the Ldn's discussed in the previous paragraph, using these assumptions.

An Leq of 45 dBA is considered the upper limit of acceptability for traffic noise in a private or semiprivate office or small conference room where good listening conditions are desired. Since the Ldn inside would be 42 dBA (the Leq inside the offices facing Second, Folsom and Harrison Streets), 42 dBA would be compatible with these uses. The predicted instantaneous maximum levels of up to 58 dBA could interrupt a speaker talking in a normal tone of voice in a small conference room.

An Leq of 50 to 53 dBA, the predicted exposure of the offices facing the freeway and bus ramps, would be at the upper limits of acceptability for large offices, general secretarial areas, drafting and engineering rooms, and reception or lobby areas. The predicted instantaneous maximum levels of up to 60 dBA could interrupt a speaker talking in a normal tone of voice.

Reduction of interior noise generated by traffic on The Embarcadero Freeway and the Transbay bus ramps would be required to achieve an acceptable acoustical environment in the offices facing those transportation arteries. In accordance with the Transportation Noise section of the Conservation Element of the Comprehensive Plan of the City and County of San Francisco, an analysis of noise reduction requirements and needed noise insulation features would be conducted, as portions of the proposed buildings would be exposed to noise levels up to 83 dBA, Ldn.

3. Noise Impact on Adjacent Land Uses

Post-construction operation of the Second and Folsom office building could affect the existing acoustic environment in the area in three ways: by generating additional traffic in the vicinity, contributing to an increase in overall traffic noise levels; by adding to the noise environment the sounds of mechanical equipment associated with the building; and by shielding existing land uses from noise generated by traffic on The Embarcadero Freeway and the Transbay bus ramps.

The amount of traffic generated by the project during any hour of the day would cause noise levels to increase by less than 1 dBA on any of the adjacent streets. A 1 dBA increase in the usual urban environmental noise is undetectable to the human ear.

Although the mechanical equipment to be used at the proposed building has not yet been chosen, the amount of noise that may be emitted by this equipment is regulated by San Francisco's noise ordinance. The noise ordinance requires that noise from mechanical equipment at the proposed building not exceed 60 dBA at the property line of the property affected by the noise emission. This level would be at or below the existing background noise level in the vicinity of the site and no increase in noise levels due to mechanical equipment would be expected.

Construction of the proposed buildings would provide shielding of freeway/ramp noise for existing land uses on Second Street opposite the site. The extent of this shielding would probably amount to 5-10 dBA. However, because noise levels along Second, Folsom and Harrison Streets are controlled by traffic on those streets, it is not expected that the reduction in the freeway/ramp noise contribution would reduce overall noise levels along these streets.

H. ECONOMIC AND FISCAL IMPACTS

I. Assessed Valuation and Property Tax

Based on replacement costs, the minimum fair market value of the proposed project would be approximately \$63 million in 1981 dollars. Assuming the property would be assessed on the basis of the full replacement costs, the assessed value of the project would be the estimated fair market value. Total annual property tax would be \$631,000 at 1% of full value allowed under Proposition 13 (or \$4.00 per \$100 assessed value assuming that the City recalculates the assessed value to be 25% of the fair market value), plus an additional levy for repayment of existing bonds previously approved by the electorate (the current total rate for the 1980-1981 fiscal year is \$4.92 per \$100 assessed value assuming that the City recalculates the assessed value to be 25% of the fair market value), leading to a total of \$780,000.

It is not known at present how the property taxes would be distributed in the fiscal year 1983-1984 (estimated year of completion). Applying the 1980-1981 tax rate, San Francisco could receive from \$536,000 to \$660,000 from the project (85% of the total composite property tax revenues). Subtracting the market value of the existing land and improvements, which total about \$1.9 million, the net addition to the San Francisco property tax base would be about \$61 million. The net increase over existing composite property tax revenues to San Francisco would be between \$520,000 and \$640,000.

2. Other Local Revenues

The project would generate new payroll, business, sales and utility users taxes which would accrue to San Francisco. Table 19, page 99, contains a summary of estimated project-generated tax revenue.

Potential increased revenues to San Francisco could range from \$923,000 to \$1,071,000; this range is subject to a number of variables that could affect the estimate, including:

- Property tax distribution could change in the ensuing years.
- Payroll tax could vary according to the distribution of salaries of the employees in the proposed project.
- The estimated volume of sales in the commercial space could change.
- Rents could increase, affecting the gross receipts tax.
- Costs for utilities, particularly telephone, gas, and electricity, tend to increase.
- Other types of assessment taxes could be passed by voters for raising funds to help pay for increased transit costs, municipal services, etc.

In addition, there are indirect revenues that could accrue to San Francisco in the form of sales tax from items purchased by those employees at the proposed project who are filling new jobs in San Francisco (i.e. people obtaining employment in San Francisco for the first time).

3. Municipal Costs and Net Revenues

Costs to San Francisco for providing municipal services to the proposed project are difficult to quantify. Existing services near the site can accommodate the proposed project without additional facilities and/or manpower, assuming that the project is constructed in accordance with the public codes.¹ Existing public works costs for street repair, drains, street lighting and cleaning would not measurably increase.² Police and

¹ There is a possibility that water mains may have to be enlarged to increase capacity (see Section IV.I., page 101). In such an event the project sponsor would pay for improvements.

² John Hines, Deputy Director Operations, San Francisco Public Works Department, telephone conversation, 17 August 1981.

TABLE 19
Estimated Project Revenues at Full Occupancy
(1981 Dollars)

	Total	Gross City/County ¹
Property Tax ¹	631,000 to 776,000	536,000 to 660,000
Payroll Tax ²	276,000	276,000
Sales Tax ³	152,000 to 186,000	23,000 to 29,000
Gross Receipts Tax ⁴	53,000 to 71,000	53,000 to 71,000
Utility Users Tax ⁵	<u>35,000</u>	<u>35,000</u>
	\$1,147,000 to 1,344,000	923,000 to 1,071,000

¹ Assumes property tax distribution as in 1980-1981; it may be different in ensuing years. In addition to the City of San Francisco, the San Francisco Unified School and Community College Districts, Bay Area Air Quality Management District and BART would also receive property tax revenues. The ranges in both columns of the table are based on the assessed value of the property (the lower figure in each column which is \$4.00 per \$100 assessed value assuming that the assessed value is 25% of the fair market value) and the bond payments (which are currently \$0.92 per \$100 assessed value assuming that the assessed value is 25% of the fair market value). The bond rate would change as the bonded indebtedness is retired.

² Estimated on \$487,000 business tax revenue for every million square feet of new office space. Gruen + Gruen and Associates, Fiscal Impact of New Downtown Highrises on City and County of San Francisco, March 1981, p. 116.

³ Estimated on 6½% of sales tax; San Francisco collects 1% of total sales. Range is based on \$90 to \$110 of gross annual sales per square foot.

⁴ Based on net rentable space at \$30 to \$40 per square foot, at the rate of \$3.00/\$1,000 of gross rental receipts.

⁵ Utility users tax revenue is paid on the cost of electricity, gas, water, and telephone usage. Revenues from office buildings average about \$62,000 per million square feet of space. Gruen + Gruen and Associates, Fiscal Impacts of New Downtown Highrises on the City and County of San Francisco, San Francisco, March 1981, p. 120. Using this ratio, the project would yield about \$35,000.

fire protection costs would not increase due to the proposed project;¹ however, cumulative costs could increase due to downtown growth.² User charges for water and sewer service would cover the cost for the expansion of such services.³

Cost increases due to increased patronage would be expected for Muni, SamTrans, BART, and Golden Gate Transit. Capacity increases (see Section IV.E.3, page 72) are based on the anticipated revenues projected by the transit districts.

The City's general fund provides a subsidy to the Municipal Railway's operating budget. The subsidy covers the difference between Muni's costs and the revenue that Muni receives from fares and from the federal and state governments. This subsidy represents the costs of Muni to the City.

The net marginal cost (or increase in the deficit for Muni operations) per peak hour ride is \$0.39 in 1981.⁴ The proposed project would generate about 1,260 peak hour trips (see Table 7, page 69) which would create the need for a general fund subsidy to Muni of \$127,800.⁴

It is estimated that 660 peak hour trips a day would be generated by the proposed project employees on BART. The deficit per rider for BART is estimated at \$1.61.⁵ Using this rate, the proposed project would generate about \$276,300.

If the historic proportion of General Fund revenues continued to be allocated to Muni, it could be assumed that the proposed project revenues would exceed municipal cost directly

¹Paul Libert, Officer, Planning and Research, telephone conversation, 15 May 1981; Joseph Sullivan, Chief, Support Services, San Francisco Fire Department, letter, 21 May 1981. At present, neither the police nor the fire departments have a methodology to determine the actual costs for increased development on a marginal cost basis.

²The Gruen + Gruen Report (Fiscal Impacts of New Downtown High-Rises on the City and County of San Francisco, March 1981) indicates that the current cost of the Fire Department are \$62,564 per million square feet and the current cost of Police Department Services are \$98,330 per million square feet (pages 35 and 55).

³Cy Wentworth, Water Estimator, City Distribution Division, San Francisco Water Department, telephone conversation, 26 May 1981, Nat Lee, Investigations Specialist, Sanitary Engineering, San Francisco Clean Water Program, telephone conversation, 15 May 1981.

⁴Bruce Bernhard, "The Marginal Cost of Peak Period Muni Passenger Trips per Unit of Office Space," San Francisco Utilities Commission, February 1981. $\$1,260 \times 38\text{¢} \times 260 \text{ working days a year} = \$127,800$.

⁵101 Montgomery Final EIR, EE.80.26, certified 7 May 1981, $\$1.61 \times 260 \text{ working days per year} \times 660 = \$276,300$.

attributed to the project at time of occupancy. Due to limitations imposed by Proposition 13 on property tax increases, revenues may not increase as rapidly as inflationary increases in City costs. At some time in the future City costs could be more than revenues, if office growth in San Francisco does not continue.¹

Several studies of the cumulative fiscal effects of downtown development have been done by experts, and results differ depending on the assumptions used. A summary comparison of the studies is provided in Appendix E, page A-56.

I. COMMUNITY SERVICES

1. Police²

The project area is serviced by 24-hour patrol cars of the San Francisco Police Department. There is no foot patrol. Minimum response time to the project area is approximately 3 minutes.

The project is not expected to generate a need for additional police services. Crime is low in the project area due to the low opportunity for crime and the low permanent population in the area. The increasing development of office buildings in the South of Market area could cause an increase in commercial burglaries. A footbeat may be added to the current patrol at the completion of the George Moscone Convention Center.

2. Fire³

Minimum response time to the project site by the San Francisco Fire Department is less than 3 minutes.

Implementation of this project would not require additional staff or equipment. The buildings would have to comply with Section 3805.D.6 of the San Francisco Building Code. One of the requirements of Section 3805.D.6 is that fire pumps providing a

¹ 101 Montgomery Street EIR, EE 80.26, Certified 7 May 1981, Appendix C, pages 289-329.

² Paul Libert, Officer, Planning and Research, telephone conversation, 15 May 1981 and 11 August 1981.

Reporting area 620 had 93 incidents of crime reported during the first 6 months of 1981, 13 of which were commercial burglaries. This reporting area was the 4th lowest of the 18 reporting stations in Southern District Station. San Francisco Police Department has 9 district stations, Southern Station had the 4th highest rating of reported crime for the first 6 months of 1981. Data from Paul Libert, Officer, Planning and Research, telephone conversation, 11 August 1981.

³ Joseph Sullivan, Chief, Support Services, San Francisco Fire Department, letter, 21 May 1981.

minimum of 750 GPM flow be installed in the building. A preliminary flow test conducted 15 August 1980 of the existing water mains serving this area indicated that obtaining this quantity of water could be a problem.

3. Water¹

Estimated water demand for the project would be 76,000 gallons per day (gpd).² Water supply would be adequate to supply the project's needs.

4. Sewer

The proposed project would generate approximately 70,800 gallons of wastewater each day.³ The San Francisco Clean Water Program states that the sanitary system has sufficient capacity to serve this project.⁴

5. Solid Waste

The project is projected to produce 3.8 tons of solid waste daily.⁵

J. ENERGY

Implementation of the proposed project would lead to energy consumption for 4 primary purposes: construction, operation and maintenance, project generated traffic, and project removal.

¹Cy Wentworth, Water Estimator, City Distribution Division, San Francisco Water Department, telephone conversation, 26 May 1981.

²Water Demand Estimate:

Retail/restaurant use of 200 gallons per day and office use of 125 gallons per day (per 1,000 square feet of usable floor space).

Brown & Caldwell Consulting Engineers, 1972, Report on Wastewater Loading from Selected Development Areas, as cited in San Francisco City Planning Commission and San Francisco Redevelopment Agency, 1978, Final Environmental Impact Report/Yerba Buena Center, EE 77.220, certified 25 April 1978.

³Office use of 125 gallons per 1,000 square feet of usable floor space.

Brown & Caldwell Consulting Engineers, 1972, Report on Wastewater Loading From Selected Development Areas, as cited in San Francisco City Planning Commission and San Francisco Redevelopment Agency, 1978, Final Environmental Impact Report/Yerba Buena Center, EE 77.220, certified 25 April 1978.

⁴Nat Lee, Investigations Specialist, Sanitary Engineering, San Francisco Clean Water Program, telephone conversation, 15 May 1981.

⁵Total gross square feet of floor area x 1 pound per 100 gross square feet per day = pounds per day. State of California Solid Waste Management Board, 1974, Solid Waste Generation Factors in California.

1. Construction

Based on a construction cost of \$50 million (1981) dollars, it is estimated that project construction would consume 200 billion BTU¹ of energy in the form of gasoline, diesel fuel, electricity and lubricants.² This is the equivalent of 37,000 barrels of oil.³

2. Operation

The gas and electrical consumption estimates for this project are based on the following assumptions.

- All exterior walls and the roofs would be insulated to conform with Title 24 (California Administrative Code) requirements.
- A connected lighting load of 1.75 watts per square foot.
- The structure would incorporate a cooling system, operated by electricity and with an energy efficiency ratio of 7.5.⁴
- Natural gas would be used for space and water heating.
- The building hour by hour occupancy profile would be as specified by Title 24.⁵

¹BTU (British Thermal Unit): A standard unit for measuring heat. Technically, it is the quantity of heat required to raise the temperature of 1 pound of water 1° Fahrenheit (251.98 calories) at Sea Level.

²Tetra Technology, Inc. Energy Use in the Contract Construction Industry. Appendix A, Study Methodology, Springfield, Virginia, NTIS, 18 February 1975, page 3. The conversion ratio used was 4,000 BTU/1981 dollar.

³Energy conversion factors:

1 gallon gasoline = 125,000 BTU

1 gallon diesel = 140,000 BTU

1 gallon lubricating oils = 145,000 BTU

1 barrel crude oil = 5.6 million BTU

1 KWH = 10,239 BTU assuming operational efficiency of 33% for fossil or nuclear fueled power plant.

⁴Energy Efficiency Ratio (EER) = The ratio of heat removed in BTU/hour to the electrical input in watts. Thus, removal of 7,500 BTU would require the use of 100 watts for one hour.

⁵California Energy Commission, Conservation Division, Regulations Establishing Energy Conservation Standards for New Non-residential Buildings as Amended July 26, 1978, Sacramento, 1978, page 5.1.I8-5.1.20.

a. Electricity

The project's estimated average monthly electrical consumption would be 550,000 kilowatt hours (kwh), equivalent to 0.76 kwh per square foot of floor area. This is equivalent to 5.6 billion BTU per month, equivalent to 1,000 barrels of oil per month of non-renewable energy burned at the source assuming fossil and nuclear generation of 4.6 billion BTU per month, equivalent to about 820 barrels of oil per month burned at the source based upon a generating mix which includes 19% hydroelectric in addition to fossil and nuclear generation.¹ Daily and annual load distribution curves are shown in Figure 34A, page 105. The September-October peak in electrical consumption items is from increased air conditioning loads caused by the departure of the summer fog and the increased sunlight and warmth that San Franciscans perceive as "Indian Summer." The project's estimated connected load is 2,400 kilowatts.

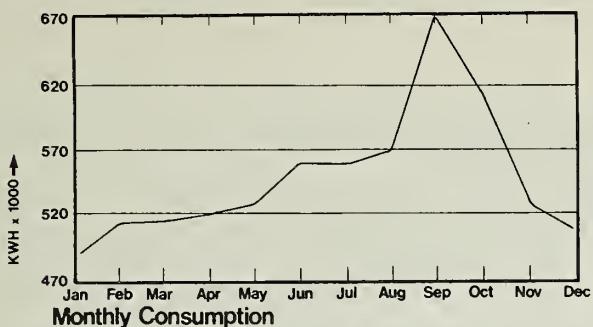
b. Natural Gas

The estimated average daily natural gas consumption for the proposed project is 33 BTU per square foot of floor space. The magnitude of the estimated peak natural gas demand for the project is 5.6 million BTU (56 therms) per hour. This is the energy equivalent of 1 barrel of oil. Daily and annual load distribution curves for natural gas use are given in Figure 34B, page 105.

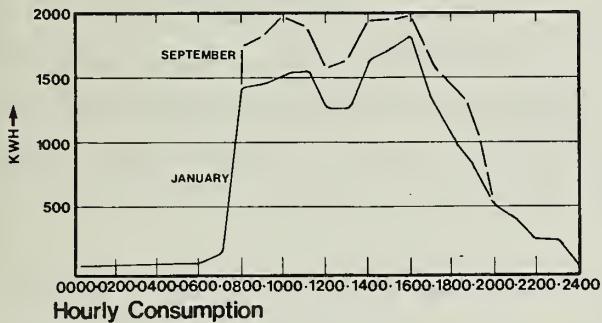
The project's average monthly gas consumption would be 720 million BTU. This would be about one-eighth of its average monthly electrical energy consumption.

The project's gas and electrical use would vary with tenant types. Electrical devices produce considerable heat which must be removed by the air conditioning system, resulting in greater electricity use and lowered gas use. Tenants with computers or other heat generating electrical devices would use more energy than those without such devices. The figures quoted above make no assumptions regarding energy use by such devices because state law (Title 24) covers only energy use for space and water heating, lighting, air conditioning and ventilation, in recognition of the unpredictability of tenant use of computers and other electrical equipment.

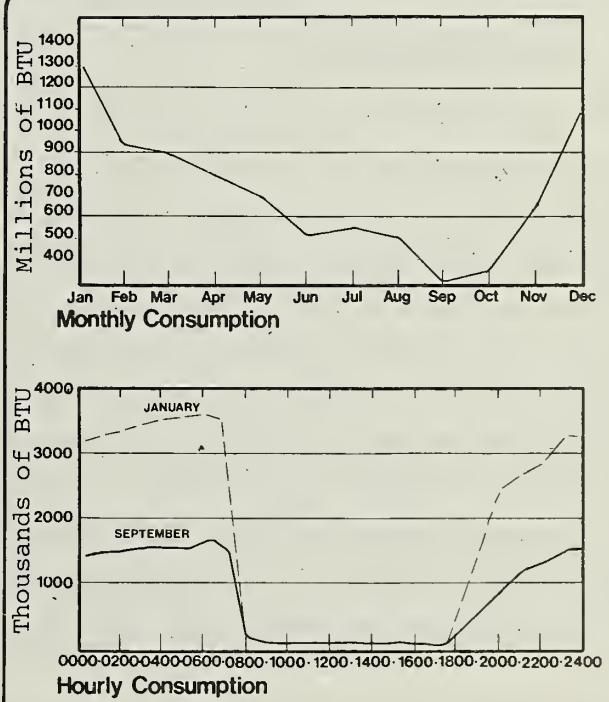
¹Pacific Gas & Electric Annual Report to Stockholders 1980, San Francisco, California.



A.
ELECTRICAL



B.
GAS



Energy Consumption

Figure No. 34

The total annual energy use for all purposes, obtained by adding the annual gas and electricity use figures, would be 76 billion BTU.

c. Transportation

Based on an estimated annual increase in regional Vehicle Miles Traveled (VMT) of 2.2 million resulting from project generated traffic, and assuming an average auto efficiency of 20 mpg, the annual auto transportation energy consumption would be 110,000 gallons of gasoline, equal to 1.4×10^{10} BTU or 2,500 barrels of oil. This would be about 13% of the structure's estimated annual operational energy use. Energy consumed for bus, rail and ferry transit would be in addition to this figure.

3. Removal

It is difficult to predict the energy efficiency of demolition equipment and techniques of 50 years hence, since future technology would probably be more efficient.

4. Solar Considerations

The project sponsor proposes to include an atrium on the plaza to augment the structure's heating system by the "greenhouse" effect. Each square foot of glass would lose heat at a rate of about 1 BTU per square foot per hour per degree F. temperature difference between the inside and outside of the glass. On a typical San Francisco day this difference would be about 10 degrees, hence the atrium would lose 10 BTUH¹ per square foot. The solar energy influx would be about 200 BTUH/sq. ft. for sunlight perpendicular to the glass, and less for lower angles. The atrium would collect up to 190 net BTUH per square foot of glass on sunny days. The atrium faces southwest and would collect sunlight from noon to 6:00 p.m. year around. In this way, the atrium could collect about 1 billion BTU annually of solar heat. In the absence of sunlight, the atrium would lose 1 BTU per hour per square foot, or almost 10 BTUH per square foot on a typical day. This is about 25 times the heat loss rate through the insulated walls.

On the whole it appears that the atrium could potentially share part of both the cooling and heating loads of the building if the HVAC system is designed with the appropriate mechanical equipment to take advantage of its transmission of heat to and from the

¹ BTUH = BTU per hour.

outside under different conditions. At this stage the design details which are required in order to calculate the actual costs and benefits of the atrium on overall energy consumption are not available; they will be considered in detail when the mechanical systems of the building are fully designed.

5. Title 24 Requirements

New non-residential construction initiated after July 1978 is required to comply with Title 24, Division 20, Article 2 of the California Administrative Code, regarding Energy Conservation Standards for new non-residential buildings. These regulations set forth design criteria for buildings and stipulate maximum allowable energy consumption figures.

Title 24 regulations set a maximum allowable energy consumption for non-residential buildings with an occupancy of over 300 persons of 126,000 BTU per gross square feet of heated and cooled floor space per year.¹ The estimated figure for this project is 106,000 BTU per gross square foot per year, based on the assumptions in this section. Title 24 requires that the structure's energy budget be analyzed in greater detail by an independent consultant prior to the issuance of a building permit.

K. HISTORICAL AND CULTURAL RESOURCES

The M.G. West building is not listed in the San Francisco listing of Architecturally and/or Historically Important Buildings.

Site disturbance by building, grading and filling activities over the years lessens the possibility for the presence of aboriginal or historical artifacts on the site. It is known that at least 1 building once located at the project site contained a basement. Excavations required for foundations on the project would not be more than 10 feet below the surface and probably would not exceed depths of basements. However, it is impossible to rule out the possibility of encountering artifacts during project development.

¹ California Energy Commission, "Maximum Allowable Energy Consumption Per Year", Energy Conservation Standards for New Nonresidential Buildings, Sacramento, June 1977, A.3.16.

L. GEOLOGY AND SEISMICITY

Placement of fill and the proposed spread footing foundations would require design and construction procedures for both bedrock-supported and fill-supported structures.¹

Seismically, the site is relatively stable. Estimates of "strong" intensity of future groundshaking are based on a seismic event similar to that of the 1906 San Francisco earthquake.² The project area is in a seismically active region which annually experiences low to moderate magnitude earthquakes epicentered within the major fault zones. In 1979, a moderate earthquake (Richter magnitude 4.2) occurred along the San Andreas Fault and 2 moderate earthquakes (Richter magnitudes 4.8 and 5.9) occurred along the Calaveras Fault.³ Three earthquakes of Richter magnitude 5.5 to 5.9 occurred along the Calaveras Fault in 1980.⁴ Based on records of previous earthquakes, the groundshaking at the site during a seismic event the size of the 1906 San Francisco earthquake (Richter magnitude 8.3) would be "strong," involving cracking of masonry and brick work. Groundshaking intensity would vary from strong to violent within a 3-block radius of the project site.⁵

For planning purposes, it is reasonable to assume a 59 to 105-year return period for this type of earthquake.⁵ Since the bedrock on which the project would be founded is hard and strong below the 7- to 16-foot thick, highly fractured zone, ground motion would be of

¹ Bowers, J.P. and H.T. Taylor Geotechnical Investigation, Second and Folsom Project, San Francisco, California, Harding-Lawson Associates, San Francisco, California, 3 September 1980, page 7.

² John A. Blume and Associates, San Francisco Seismic Safety Investigation, San Francisco, California, June 1974, page 14 and Figure 3.

³ Earthquakes in the United States, 1979, U.S. Geological Survey Circular 836, 1980-1981, page B19, C19, C27.

⁴ Preliminary Determination of Epicenters, Monthly Listings, U.S. Geological Survey, 1980-1981.

⁵ Shedlock, K.M., R.K. McGuire and D.G. Herd, Earthquake Recurrence in the San Francisco Bay Region, California from Fault Slip and Fault Moment, U.S. Geological Survey, Open-File Report 80-999, 1980.

fairly low amplitude with correspondingly little damage to structures.¹ Nonstructural elements, such as bookcases, free-standing wall partitions, hung ceilings or hanging light fixtures, could become personal hazards during a major earthquake if not properly secured to prevent falling. The structures would be designed to meet the seismic standards of the San Francisco Building Code.

To reduce direct hazard from groundshaking, non-structural elements such as hanging light fixtures, hung ceilings, wall partitions bookcases and mechanical equipment would be firmly attached to prevent their falling during an earthquake, as required by the San Francisco Building Code.

Hydrologically the site is nearly impermeable since it is an asphalt-surfaced parking lot. Groundwater was observed at elevation 34 feet SFD in 1 bore hole drilled on the site and seepage was observed within 4 feet of the ground surface (elevation 47 feet SFD) in many other bore holes. Seepage observed in bore holes indicates that a subsurface drainage system would need to be installed around the basement walls and directly beneath the ground floor slab to prevent caving.

The water table would need to be lowered between 6 and 7 feet at the north end of the site to allow construction of the foundation. Since the soil is fairly impermeable sandy clay, water percolation is slow. Localized water-table lowering could be controlled with on-site sump pumps and an impermeable shoring system. There would be no need for deep wells to dewater the surrounding area and no danger of settlement or rotting to nearby wooden foundations.²

Recommendations regarding site grading, placement of fill and drains, designs for pavement, wall strength and water-proofing and construction inspection as specified by Harding-Lawson² would be followed to maintain efficient and safe construction within San Francisco Building Code Standards.

¹John A. Blume and Associates, San Francisco Seismic Safety Investigation, San Francisco, California, June 1974, p. 14 and Figure 3.

²J. P. Bowers, Civil Engineer - 28962, Harding-Lawson Associates, letter to EIP Corporation, 29 October 1981.

M. GROWTH INDUCEMENT

The new office space in the project would be available for relocation or expansion of San Francisco firms, for firms relocating from outside of San Francisco, or for newly forming firms. The project would represent an additional growth of about 1% in highrise office space in downtown San Francisco.¹

Approximately 3,000 employees (including office, managerial, retail sales, maintenance and security positions) could ultimately be located in the new building. To the extent that the project attracts new residents or commuters who otherwise would not have been attracted to San Francisco or the Bay Area, the project maybe viewed as employment-generating and growth-inducing. A variety of direct or indirect growth effects could result from full implementation of the project, such as an increased demand for housing, medical, social, commercial and municipal services, and a secondary impact on the streets, freeways, and transit systems.

The proposed project would have an incremental impact on the demand for housing in the area. Assuming that 40% of the future employees would live in San Francisco² and approximately 1.8 persons per household would be employed downtown (Section IV.D., page 64), the proposed project could generate a demand for 635 units if all the 40% employees were new San Francisco residents.

No new infrastructure improvements would be required except possibly enlarging the water main (see Section IV.I., page 101). It is not likely that the project would intensify development opportunities that do not already exist. The project would continue the trend of intensifying office use in the downtown, south of Market Street. Together with other new office development near the site, it could stimulate further office growth in the immediate vicinity on lots currently used for parking or occupied by low-rise structures containing business support services. Employee purchasing power could stimulate employee-oriented retail activity in the proposed project area.

¹Based on 43,168,000 gross square feet of current office space in buildings 10-stories or higher. Final Environmental Impact Report, 101 Montgomery, EE.80.26 May 1981, page 186.

²This number has also been estimated at 25-35%. Recht Hausrath "Commercial Space; Employment, Housing and Fiscal Factors", for EIP, August 1981. The 40% is an estimate used by the Department of City Planning based on surveys and EIRs on current employment data in office buildings in San Francisco.

N. COMMUNITY CONCERNS

Several community organizations and individuals responded to the Initial Study on the proposed project (see Section I.B.1., page 112). Letters from the following are on file with the Department of City Planning, Office of Environmental Review:

San Francisco Tomorrow

San Franciscans for Reasonable Growth

Sue C. Hestor

The concerns expressed in these letters were related to the location of the proposed project near Rincon Hill; the project's relationship to the SPUR "South of Market Study" report; Bridgemont High School site at Third and Harrison Streets; housing alternative; commercial office activity in M-1 district; potential tenancy by existing San Francisco firms; need for a Conditional Use Permit; population density; growth-inducing effects, housing demand; transportation systems; parking demand; alternative uses and project design; employment; energy demand; and utilities and public services.

These responses helped to identify the potential environmental issues resulting from the proposed project. Table 20, page 112, shows where in the EIR these concerns have been addressed.

TABLE 20

Community Concerns

I. SUMMARY LOCATION OF PROPOSED PROJECT near Rincon Hill	II. PROJECT DESCRIPTION	III. ENVIRON- MENTAL SETTING	IV. ENVIRON- MENTAL IMPCTS	V. MITIGATION	VI. UNAVOIDABLE ADVERSE IMPACTS		VII. ALTERNATIVES
					P. 50	P. 60	
Project's Relationship to Spur South of Market Report					P. 57		
Bridgemont High School Site at Third and Harrison					P. 98		
Housing Alternatives							P. 126-141
Commercial Office Activity in M-1 District	P. 2	P. 28	P. 54				P. 126
Potential Tenancy by Existing San Francisco Firms	P. 10	P. 10	P. 57				
Need for Conditional Use Permit	P. 27	P. 27	P. 64				
Population Density	P. 5		P. 64				
Growth-Inducing Effects	P. 5		P. 110				
Housing Demand	pp. 3, 6	P. 37-39	P. 65	P. 114			
Transportation Systems	pp. 3, 6	pp. 39, 41	pp. 65-77	P. 113			
Parking Demand		P. 41	pp. 55, 77	P. 115			
Alternative Uses and Project Design	P. 7						P. 121
Employment	P. 3	P. 37	pp. 57, 64				
Energy Demand	pp. 5, 7		P. 102	P. 118			P. 121
Utilities and Public Services	P. 5		P. 101	P. 118			

V. MITIGATION

A. VISUAL QUALITY AND URBAN DESIGN

Because the proposed project would be bulkier than the existing low-rise structures in the area, the project sponsor has studied an alternative project design that attempts to reduce the visual impact of the project. This design is discussed in the Alternatives section of this report (see Section VII.D., page 141 and Appendix F, page A-59). The project sponsor wishes to have this possible mitigation measure considered as an option.

B. HOUSING

The City could require that the project sponsor provide 635 housing units to mitigate the impact that the proposed project may have on housing. Several alternative ways to provide this mitigation are discussed in the Alternatives Section (see Section VII.C., page 126). The project sponsor has not agreed to any housing construction mitigation for economic reasons.

Development of market rate housing currently encounters two obstacles. First, construction costs are increased because of high interest rates for construction loans. Second, high interest rates impede the provision of mortgage loans for buyers and decrease sales, as evidenced by the current high inventory of unsold housing units. Thus, if household income remains relatively stable, and the interest rate rises above 15%, the gap between development cost and affordable price would be large. Therefore, market rate housing is uneconomical to develop.

It also is not feasible to follow a strategy of inclusionary zoning to promote the development of affordable housing. "Reputable developers indicate that, as a general rule, the average rate of return from a project is expected to be about 30% to 35%. Without using public incentives or subsidies, the rate of return would be significantly lowered to the point where there would be insufficient incentive for a developer to undertake a project."¹ Even if density bonuses were offered as an incentive, it would require two-to-

¹ Department of City Planning, memorandum from Dean L. Macris, regarding Inclusionary Zoning, 8 October 1981.

four additional market rate units for each moderate-income unit in order for a project to maintain the same rate of return as that for a project without moderate-income units. Given the infeasibility of market rate housing itself, density bonuses offer no assistance in improving the economic feasibility of affordable housing.

However, the project sponsor recognizes the cumulative demand for housing in San Francisco and the Bay Area that continued office, retail, and hotel construction creates. In cooperation with the Department of City Planning or other appropriate agencies of City government, the project sponsor would participate in coordinating formation of a panel of lenders, developers, architects, builders and representatives of relevant interest groups and agencies to explore and develop approaches to the alleviation of local and regional housing shortages. The efforts of the panel could be directed toward preparation of a study addressing contemporary and foreseeable housing issues and their resolution. Particular attention could be directed toward the appropriate role, if any, of downtown property owners, tenants and developers in alleviating identified shortages. The study could be prepared, published and presented in an appropriate public forum and in a timely manner.

C. TRANSPORTATION

The project sponsor would implement a transportation program¹ outlined below:

I. Administrative Actions

- Designate a permanent Transportation Coordinator as part of building management staff
- Request major tenants to designate internal Transportation Coordinators
- Set up a Transportation Coordinator Task Force (a working committee of the Transportation Coordinators)
- Encourage the investigation and implementation of flex-time programs by providing information on the program's advantages, feasibility, etc.
- Set up a periodic report, monitoring and evaluation system by the Transportation Coordinator to be shared with major tenant's internal transportation coordinators

¹For details refer to Marathon Second and Folsom Building Transportation Program, Jon Twichell and Associates, July 1981.

2. Parking Management

- Project sponsor to retain control of all spaces
- Transportation Coordinator to develop parking priority system
 - o First priority to handicapped
 - o Second priority to registered ride-sharing vehicles
 - o Third priority to short-term commercial parking
 - o Prohibition of long-term, single-occupant auto parking (through permit/policing program)
- Set up a registration and enforcement system for ride-sharing vehicles
- Develop at least 25 secure, supervised bicycle and motorcycle spaces

3. Transit

- Sell Muni Fast Passes and other monthly commute passes on-site
- Accumulate and make transit routes, schedules and information available to employees
- Make public transit information numbers available to tenants
- Join with other South-of-Market developers to encourage improved transit service to the site

4. Ride-Sharing

- Coordinate with RIDES and Golden Gate ride-sharing office
- Develop and maintain car pool and van pool matching services
- Coordinate preferential parking for van pools in CalTrans parking lots (see Figure 20, page 35)

5. Marketing the Alternative Transportation Program

- Develop and distribute Transportation Guide
- Set up and maintain new-employee orientation sessions to promote program
- Set up a transportation bulletin board
- Develop targeted marketing campaigns
- Regularly repeat all marketing activities
- Develop and implement regular marketing campaigns

The goal of the transportation program would be to reduce single-occupant auto commuting to less than 10% over a 3-year period. If the transportation program goal is reached, the project's parking demand would be reduced by approximately 150-200 spaces. This would leave an excess parking demand of 500 to 745 spaces.¹

Within 3 years from completion of the project, the project sponsor would conduct a survey in accordance with methodology approved by the Department of City Planning to assess actual trip generation patterns of project occupants, and actual pick-up and drop-off areas for car poolers and van poolers. This survey would be made available to the Department of City Planning.

If the project sponsor fails to meet the transportation goal, the project sponsor would participate in any future areawide study of current parking conditions and future needs. If new short-term (or long-term) parking is appropriate in the downtown area, the project sponsor would participate in the equitable funding of such facilities through a special assessment district according to criteria determined by the study.

Another mitigation measure that may be required by the City could involve the project sponsor providing the appropriate number of deficit parking spaces. The project sponsor rejects this mitigation measure because it would not be financially feasible. Development of a financially-feasible office project within the present height limit constraints permits utilizing only a small portion of the allowable building envelope for parking facilities. If a greater amount of parking were to be provided, it would need to be accommodated in underground structures. Because of the rock formations underlying the site, extensive below-grade excavation and construction would be difficult. Potential revenues from parking operations would not justify the cost of constructing extensive underground parking facilities.

Another measure would be to build parking facilities at another location to provide all the code-required parking for this project. If the project were found to not require this amount of parking, the facility could be leased or sold to other projects in the area. This measure also would not be economically feasible. The project sponsor does not own any

¹ 1,000-1,195 spaces (demand: Section IV.E.4, page 77)
 (300) spaces (provided: Section II.C, page 37)
700-895 spaces
(200-150) spaces (equivalent mitigation: Section V.C., page 114)
500-745 spaces (deficit)

other developable parcels in the immediate area of the proposed project. Revenues from the proposed project would be insufficient to justify the purchase of additional nearby property, providing it was available, and the cost of developing parking facilities on such a parcel.

The project sponsor would contribute to a fund for maintaining and augmenting transportation service, in an amount proportionate to the demand created by the project, through an equitable funding mechanism, if successfully implemented by the City, such as an assessment district which would meet the peak demand generated by cumulative development in the downtown area.

The project sponsor would work with the Utilities Engineering Bureau to determine the feasibility of providing eye bolts on the building exterior to support electric Muni coach wires. If proven feasible, the eye bolts would be installed. The project sponsor would provide transit shelter facilities adjacent to the project site, subject to approval by the City as to location and need.

With respect to construction impacts, the project sponsor would ensure that safe and convenient pedestrian access would be maintained throughout the construction period on designated walkways around the project site. The delivery of equipment, materials, etc. would be prohibited during peak traffic flow periods (7:30-8:30 a.m. and 4:30-5:30 p.m.).

D. AIR QUALITY

The project's location in the San Francisco downtown area can be viewed as an asset in terms of regional air quality. The combination of transit access from the San Francisco Municipal Railway, BART, AC Transit, SamTrans and Golden Gate Transit buses results in an estimated 65% non-auto transportation split. The other 35% of the trips made by automobile would add to traffic volumes in the area.

The measures discussed under Transportation Mitigation, page 114, would also mitigate air quality impacts. These measures would include car pooling, van pooling, and staggered work hours.

E. NOISE

If special noise problems arise at nearby sites, mitigation measures that would be considered include scheduling noisy activity during minimum use time and shielding windows with gypsum board.

F. COMMUNITY SERVICES AND PUBLIC UTILITIES

The project sponsor would contact the San Francisco Water Department and arrange for a more precise test of the water mains to ascertain whether their capacity is sufficient to serve required fire flow for the project or whether it will be necessary for the project sponsor to have the Water Department increase the size of the main which will serve this project. Improvements made to this low-pressure main, if found necessary, would be the responsibility of the project sponsor on an equitable basis (i.e., a pro-rated share of the costs based upon the amount of benefit directly applied to the project).

The domestic water system would include water conservation devices such as flow control devices for lavatories, drinking fountains and showers to minimize overall usage of domestic water.

A recycling program (paper, glass, aluminum cans, etc.) would be investigated by surveying literature on the subject and by contacting downtown office buildings to ascertain the success level of such programs that have been implemented. If feasible, such programs would be implemented.

G. ENERGY

As further assurance of compliance with the standards of Title 24, beyond what is required by the law, the project sponsor would monitor the structure's energy use for space and water heating, ventilation, air conditioning and lighting for a period of one year. If the structure's energy use exceeds the 126,000 BTU per gross square foot per year limitation stipulated by Title 24, an energy audit would be performed, delineating mitigation measures to bring the energy consumption into conformance with the law. Some of the types of measures that would be considered include the use of active solar energy, wind energy, double and triple pane glass, operable windows, use of HVAC economizer cycle, individual room light switches and thermostats, use of recessed fluorescent lighting fixtures with heat extraction capability to minimize the amount of heat transmitted to the office space, and use of activity detection switches to automatically turn off lights in empty rooms. All of these measures would also be considered in the design process.

The project sponsor would negotiate with PG&E a peak load management program. The project sponsor would install separate utility metering per floor (see Section II.C., page 14).

H. HISTORICAL AND CULTURAL RESOURCES

A preconstruction testing program is one available mitigation measure. This testing program would be undertaken under the supervision of a qualified archaeologist who would prepare a report within 30 days of completion of testing, to be presented to the Office of Environmental Review, Department of City Planning and to the project sponsor. The report would include recommendations for further proceedings based on a determination of significance of potential finds and include recommendations for mitigation measures to reduce impacts if any items of significance were determined to be likely.

The project sponsor has rejected this mitigation measure since the records search conducted for this EIR revealed no archaeologically or historically significant activities.

However, if historical resources are discovered during construction of the proposed project, the contractor would stop work in the area of the find and select a professional archaeologist to permit professional evaluation of the find and determine the appropriate subsequent steps to be taken. The Office of Environmental Review, the President of the Landmarks Preservation Advisory Board, the Director of the Maritime Museum in San Francisco, and the Regional Archaeological Site Survey Office at Cabrillo College at Aptos, California would be notified. Any artifacts found would become the property of the project sponsor. All recommendations would be sent to the State Office of Historic Preservation. Construction that may be damaging to historical resources discovered would be suspended for a maximum of 1 week to permit inspection, recommendations and retrieval, if judged appropriate.

A possible modification to this mitigation measure would provide for a 4-week suspension of work to permit inspection, recommendation and retrieval. The project sponsor has rejected this longer period because of the additional costs involved with this length of interruption of construction.

I. GEOLOGY, SEISMICITY AND HYDROLOGY

The bedrock beneath the proposed project site consists of Franciscan Formation shale and sandstone which are considered to have good stability under earthquake conditions.¹ Since

¹URS/John A. Blume and Associates, San Francisco Seismic Safety Investigation, San Francisco, California, June 1974, page 6.

the proposed buildings foundations would rest on bedrock, spread footings have been recommended by Harding-Lawson.¹ The appropriate-sized spread footings would bear directly on undisturbed bedrock. Excavations would be kept free of loose debris and pumped dry to allow satisfactory cleaning and inspection. The effects of excavation on the elevated freeway approach ramp east of the site would be evaluated and appropriate shoring would be emplaced.

The City storm-sewer system would be protected from siltation during the construction period by sediment control measures such as sweeping adjacent paved areas to remove sand, watering the site to settle dust, and placing straw bales around side-drain inlets to prevent mud or debris from entering the inlets. Because groundwater seepage was observed in many bore holes, permanent drains would be provided behind all basement walls.

During excavation, shoring and bracing would be used to reduce soil movements beneath adjacent structures and streets. Interlocked sheet piling would form a relatively impermeable shoring system which would allow groundwater off the site to be maintained at its present level. The excavation would be kept dry by sump pumping as required rather than through the use of dewatering wells. This would prevent consolidation of soils supporting adjacent structures and would avoid exposing nearby wooden foundations to dry rot.²

¹Bowers, J.P. and H.T. Taylors Geotechnical Investigation, Second and Folsom Project, San Francisco, California, Harding-Lawson Associates, San Francisco, California, 3 September 1980.

²E. Rauber, Engineer, Harding-Lawson Associates, telephone conversation, 27 October 1981.

VI. UNAVOIDABLE ADVERSE IMPACTS

A. TRANSPORTATION

There would be a degradation of one Traffic Level of Service at the intersection of Second and Folsom Streets, from B to C.

Increased traffic in the industrial area south of the project site due to cumulative development would increase conflicts with truck delivery and loading functions.

B. SHADOWS

Shadows from the project would affect the south side of Folsom Street, the freeway ramps east of the site, and the PT&T Plaza.

C. FISCAL

Cost increases would be expected for Muni, SamTrans, BART, and Golden Gate Transit. Cumulative costs for police and fire protection could increase due to downtown growth.

D. ENERGY

Assuming a building lifetime of 50 years, the estimated lifetime energy costs would be about 4 trillion BTU. This would be the equivalent of 740,000 barrels of oil.

VII. ALTERNATIVES TO THE PROPOSED PROJECT

A. "NO PROJECT" ALTERNATIVE

If the proposed project were not constructed, the site would remain a surface parking lot for an unspecified time. The existing 2 to 3 story structure would remain. If the site were retained in its current use, none of the impacts associated with the proposed project would occur.

The project sponsor has stated that its desire to locate the proposed project in San Francisco was based on an analysis showing the need for a large-floor (over 20,000 square feet) office building in proximity to the Financial District. At the same time, such a project should also allow "reasonable" rental rates (see Section II.D., page 27). The location of the proposed project meets the sponsor's criteria.

Although the sponsor has not indicated a desire to locate the project in another Bay Area Community (e.g. Oakland, Concord/Walnut Creek), some Bay Area firms are relocating to other areas in response to San Francisco's low vacancies, higher rents, congestion, and tight housing market.¹

To locate a project similar to the one proposed in another community would have an impact on that community. The extent of impacts on land use, transportation, air quality, noise, community services, population and employment, would depend on the local setting. Visual impacts would be a function of building design which would probably change due to different site constraints and legal limitations. Tax rates differ from area to area, as do the tax needs. Energy impacts would differ because heating and cooling needs vary in the Bay Area. Commute distances would vary and in turn would affect energy impacts and air quality.

If developed in another location, the proposed project would have different transportation impacts. If the project were developed in an East Bay location, employee commute

¹ ABAG, Bay Area Office Growth, Working Papers on the Region's Economy, Number 1. April 1981.

distances would be affected. The net increase (or decrease) in vehicle miles traveled (VMT) would depend upon a more specific analysis of probable employee residence locations and range of transportation alternatives.

Site-specific impacts of project relocation could also vary. For example, a development in downtown Oakland would generate parking and transit impacts comparable in magnitude to those anticipated in San Francisco but different in location. A more suburban location where transit is less available might result in an increase in traffic and air quality impacts.

Since the transportation impact Guidelines assumes most downtown San Francisco non-resident workers live in the East Bay, an East Bay location could reduce total commute miles traveled especially if fewer San Francisco residents chose jobs in the East Bay compared to East Bay residents choosing San Francisco jobs. Commuters from San Francisco to the East Bay would employ under-utilized transportation facilities for the greater portion of their trips.

A project in another part of the Bay Area would be subject to the environmental review requirements of CEQA administered by the local jurisdiction.

The project sponsor rejects this alternative because of its desire to develop the project in San Francisco.

B. PHASED PROJECT/OFFICE CONDOMINIUM OPTIONS

This alternative considers phased construction of the proposed project and partial office condominium development.

The first phase would involve Building A and would include about half of the office space, most of the commercial/retail space, and all of the parking. Construction in each phase would take approximately 2 years. Based on project approval in early 1982, the first phase of the project would be planned for occupancy in early 1984; the second phase in early 1986.

The impacts and benefits of this alternative would be similar to those of the project as proposed, except that the length of time for the impacts and benefits to be realized would be extended.

With this alternative, the project's full effects on traffic and pedestrian flows, and transit usage and parking demand would be delayed. Within 2 years, about one-half of the project would be complete and addition of traffic, transit patronage, etc. would take place on a proportional basis. After 2 more years, the second half of the project would be occupied and the impacts cited in the EIR would be realized. The employees of Building A may get used to the availability of parking and may be resistant to change when completion of Building B requires implementation of transportation mitigation measures.

The phased approach of this alternative would extend the construction traffic impacts over a longer period. Thus, disruptions due to materials and equipment delivery, and sidewalk closures would occur over a longer period of time. Each phase would, however, represent a reduced scale of effort and the level of construction traffic and impacts would tend to be reduced accordingly.

The alternative of constructing half the project (1 building and the pedestrian plaza) would reduce the magnitude of visual impacts until such time as the project would be completed. For example, there would be reduced building mass on the project site and less contrast between the scale and bulk of the project and surrounding lower buildings. Views outward to the skyline of the Financial District and other areas of the City to the west would not be as obstructed to the pedestrian. There would be less building mass rising above the elevated freeway ramps and the project would not restrict views or be as apparent to motorists on the ramps for the period prior to project completion.

Other construction-related impacts such as air quality, noise, and energy would be extended over a longer time span.

While it is the project sponsor's intent to develop the entire project, each phase would be designed and marketed to allow that phase to stand on its own financially.

Estimated revenues that could accrue to the City from the various taxes (see Table 19, page 99) would be approximately half for the first 2 years of the project. Once the phasing were completed, there would be no change in revenues from those of the proposed project.

The housing demand would take longer to materialize since half of the office space would be built during the second phase. Delaying a portion of the project until 1986 could affect the level of predicted revenues (in constant dollars) as the longer time frame for project completion would be more susceptible to the variable rate of inflation.

Cumulatively, the effect of the project on the cost for municipal services would be less for this alternative than the proposed project until the alternative is fully implemented; however, the volume of office space currently approved and/or under construction would still have an impact on public transit.

The project sponsor is considering the option of submitting a subdivision application to allow an office condominium development. Such an option would allow single floors or portions thereof to be sold as units, and would not change the use of the building from that of the proposed project. The project sponsor would utility meter each floor to promote energy conservation and to allow proper monitoring of energy use by the tenants.

This type of development would have no different effect on the environment than that of the proposal. However, it could provide increased revenue to the City compared to the project as proposed. Each condominium would be solely owned, i.e. the property tax would be based on the individual office and not the building at large. Thus, it would be probable that the condominiums would be sold more frequently than the building (if it were not condominiums) and could be reassessed after each sale. This means that the property tax resulting from the condominium project would be theoretically more than a single office building, as the sum of the value of the individual condominiums would probably be greater than the total building as rentable offices owned by a single entity. In addition to the increase in property taxes expected from the condominiums over time, each sale of a condominium would be submect to a transfer tax of \$5/\$1,000 sales price. This would represent considerable additional revenue as it would not be very probable that the office building would be sold very often as a single property. Other revenues accrued by the City would be about the same for office vs. office-condominiums.

The project sponsor is investigating these alternatives and wishes to have them considered as a possible option.

C. HOUSING ALTERNATIVE

I. Proposed Project Plus Housing

The proposed project would create a potential City housing demand of approximately 635 units (see Section IV.D., page 65). Any housing alternative would require conditional use authorization. Under M-1 zoning, 227 housing units would be allowed on the project site because the nearest residential district is RC-2, located at Third and Bryant Streets (see Figure 16, page 29) where 600 square feet of lot area per unit are required.¹

This alternative assumes that the project would involve the same office, retail, and related parking as the proposed project. In addition, the 227 units of housing would be provided with 227 accompanying parking spaces.²

The addition of residential units only to Building B (see Figure 35, page 127) would represent a practical solution to combining office and housing uses. Since housing would have different requirements than office space, it would be more functional to mass housing together with its related requirements (24-hour access to lobby and elevators, recreational facilities and amenities, security for building residents, etc.). Building B would provide flexibility for residential design by orienting views toward the downtown skyline.

The total additional area for housing would be approximately 163,000³ square feet. If added to the proposed project as currently designed, approximately 70 feet in height would be added to Building B (see Figure 35). This alternative would require a rezoning, given the proposed building "footprint", because the height of Building B would exceed height limits by 70 feet. This alternative would also not meet the bulk limits. The housing would be added to the project as proposed which itself does not meet the bulk limits.

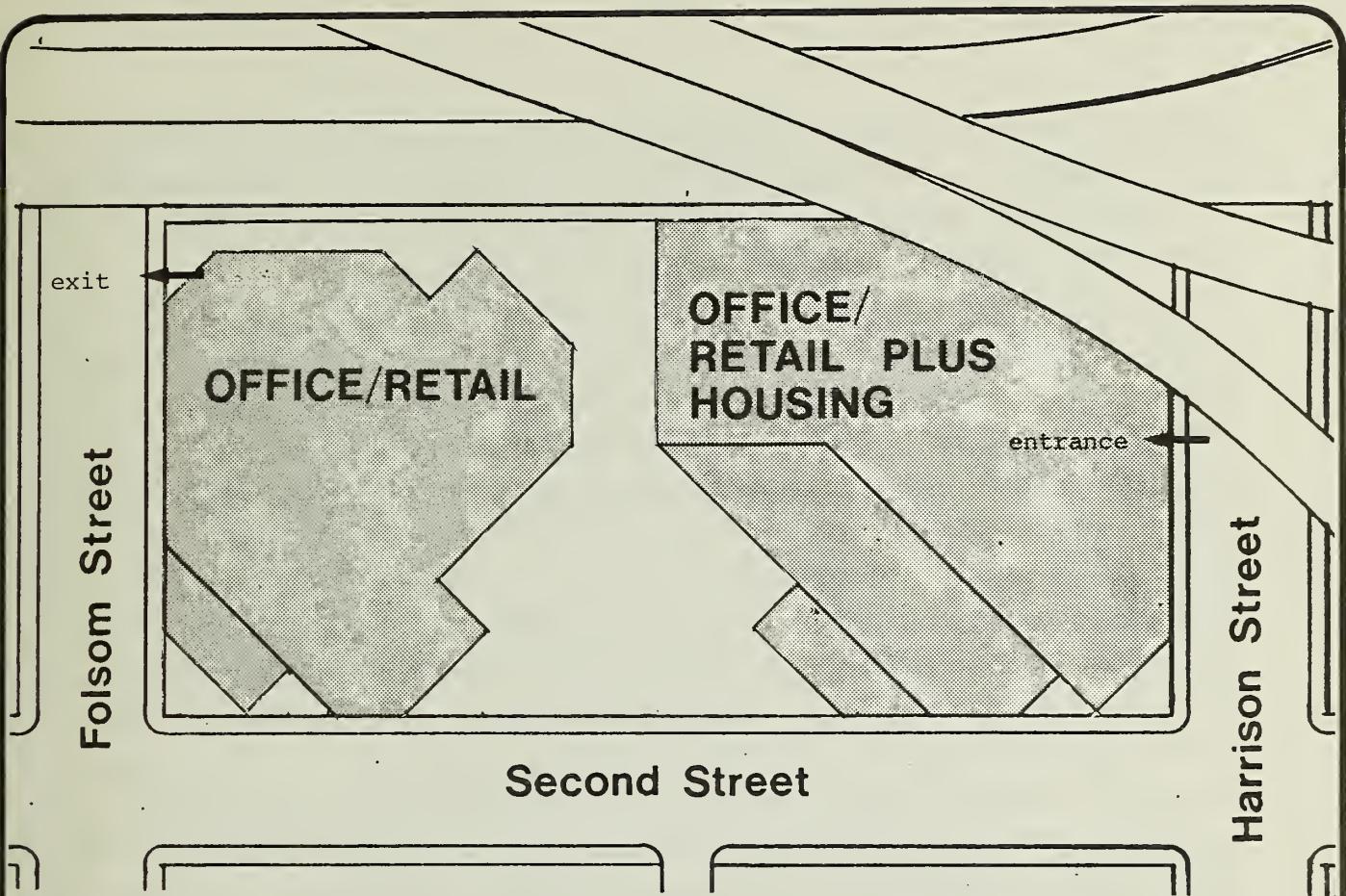
In addition to project modification at the proposed site, 408 housing units would have to be located elsewhere in the City, unless the City decides to give more than 1 for 1 credit

¹ San Francisco Planning Code, Sections 215(a) and 209.1(j)

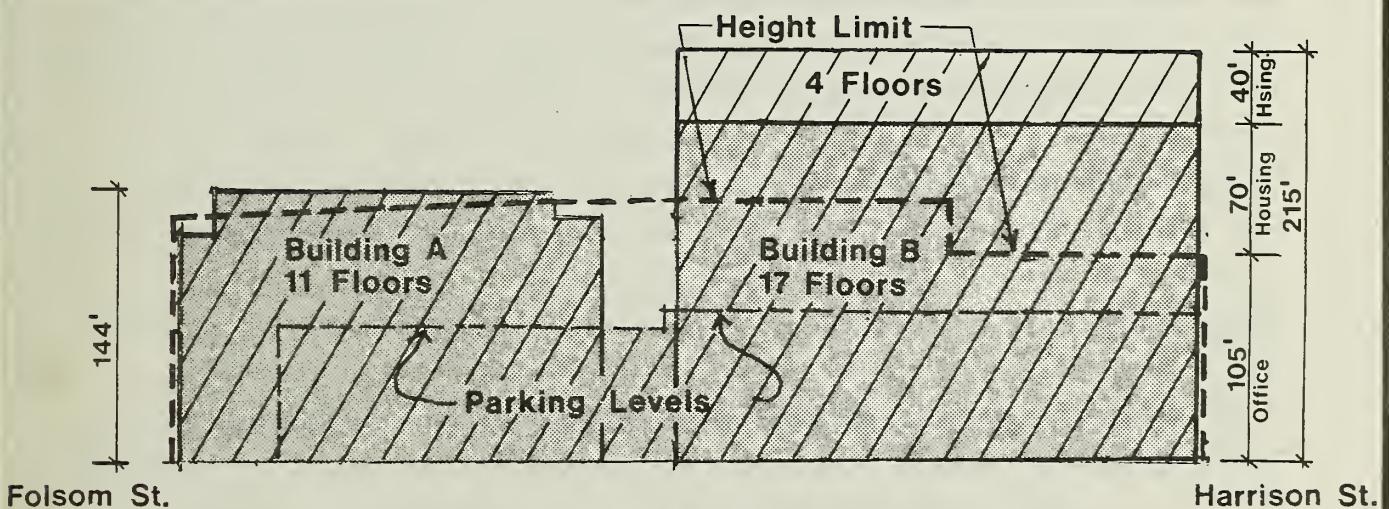
² One space/unit per Planning Code Section 151.

³ 227 units x 1.8 adults/(unit) x 400 sq. ft. residential/(adult) = 163,440 sq. ft.

From Department of City Planning Memorandum, "Housing Requirement for Office Development in San Francisco", 20 July 1981.



Second Street



SECOND STREET SECTION
(at highest point)

Project Plus Housing Alternative

■ Alternative With 227 Units

▨ Alternative With 340 Units

OFFICE: 722,000 sq. ft.
COMMERCIAL: 32,000 sq. ft.
PARKING: 527 spaces
FAR: 6.36 to 1

722,000 sq. ft.
32,000 sq. ft.
640 spaces
6.92 to 1

Source: Bolles Associates



0 50 100 200
Scale Feet

Figure No. 35

for housing on-site, as has been recommended by some developers. Policy on credit for on-site housing is currently under study by the Department of City Planning which has recommended that no change be incorporated to allow bonus credits at this time.¹ The location of this off-site housing or even if it would be all in 1 location, has not been determined. The housing mix, either on- or off-site, and the inclusion of low and moderate income housing, and the method of financing for any of the housing alternatives, have not been determined, because the project sponsor has decided not to include housing as part of the proposed project due to marketing and economic considerations. Any off-site housing is potentially subject to the City's 10% low and moderate income housing requirement.²

Within walking distance (2,000 feet) there are approximately 20 restaurants and 40 deli, sandwich shops, and bars and grills. The majority of these establishments are located in the area between the proposed project site and Market Street, and they are oriented towards daytime customers from offices and businesses in the area. Four convenience food stores are located in the vicinity of Third and Bryant Streets. An entertainment establishment is located in the Transbay Terminal at First and Mission Streets. The project site is 1 block from the George Moscone Center. Residentially oriented retail uses, such as a grocery store are being proposed for 2 blocks of the Yerba Buena Center Redevelopment Area between Third and Fourth Streets, between Mission and Howard Streets and between Third and Fourth Streets between Folsom and Harrison Streets, 2 blocks west and 2 blocks northwest of the proposed project. These proposals are currently undergoing Environmental Review (Supplement 2 to the YBC EIR), and will be acted upon late in 1981 or early in 1982. Implementation of either or both of these proposals would provide retail uses contributing to meeting the needs of any residential units on the proposed site.

If the project were augmented by 227 on-site housing units, the impacts on transit and traffic conditions generated by residents of the on-site housing would be minimized by the fact that the project location would offer convenient pedestrian access to downtown.

¹ A memorandum from the Director of Planning, 8 October 1981.

² Section 1341, Chapter XIII, Part II, San Francisco Municipal Code (Subdivision Code). As now worded, this requirement applies only when subsidy is available. This policy is subject to future modification.

The addition of 408 other housing units within the City would add riders to Muni lines, many of which are already congested. The distribution of these riders by line would depend on the location of the housing site.

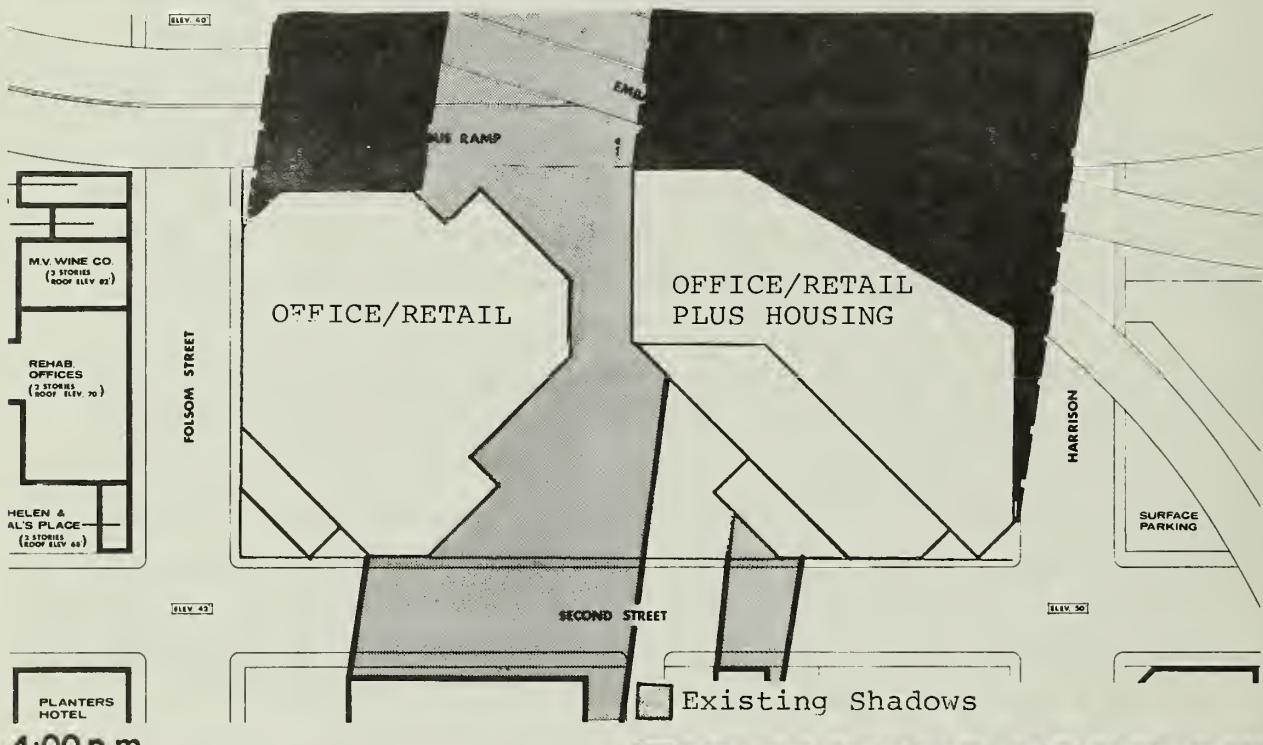
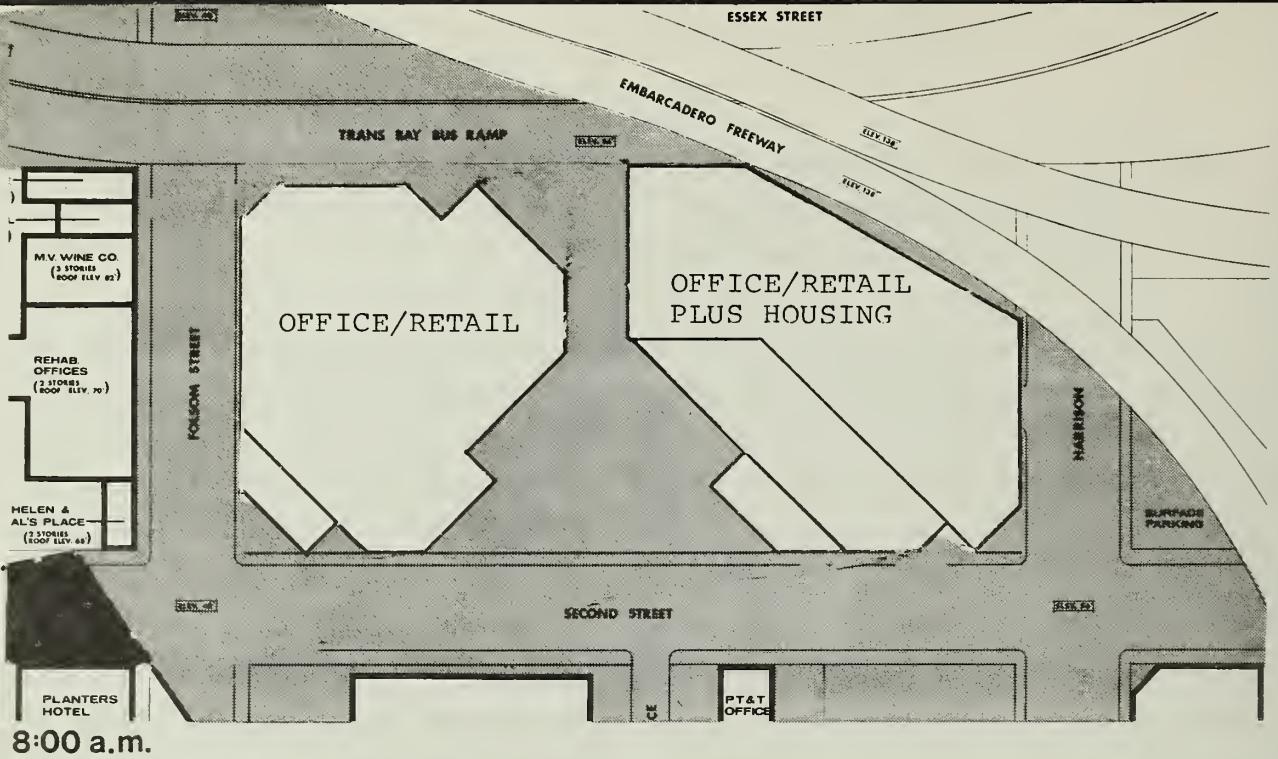
Noise would be a site-specific impact on housing units placed on top of the proposed project. Housing constructed on the top of Building B would be exposed to a noise level of 83 dBA, Ldn, on the freeway-facing portion of the building while the noise exposure at the other facades would be an Ldn of 72 dBA. The freeway-facing portion of units atop Building B would require 38 dBA noise reduction to achieve the State Administrative Code requirement of an interior noise level of 45 dBA, Ldn. All other facades of living units atop Building B would require 27 dBA noise reduction to achieve the state standard. Each of these situations would require acoustical glazing (or double glazing) and mechanical or other noise muffling ventilation systems. Double glazing would minimize heating and cooling energy requirements; mechanical ventilation would increase energy requirements.

U.S. Department of Housing and Urban Development standards (if HUD funding were requested) would require enclosed courts to provide an outdoor activity area exposed to no more than 65 dBA, Ldn. This would require total enclosure of a central courtyard or some similar facility with consideration given to noise reflections from buildings and to noise penetration through doorways. Application of acoustical considerations in the design of these housing units would also be consistent with the San Francisco Noise Ordinance.

The annual energy use of this alternative would be increased by approximately 58 billion BTU for residential use (22 billion BTU on-site; 36 billion BTU off-site).

A shadow analysis was conducted for this alternative (see Figure 36, page 130). The times (8:00 a.m. and 4:00 p.m.) and the date (December 21) were selected to be most representative of the worst case situation with respect to shadows. Comparing this alternative with the proposed project (see Figure 30, page 87) shows little change in the shadow effects.

Additional revenues generated for the City would include payroll tax for personnel providing services to the residential units, property tax, and utility users tax. Demands on municipal services would increase, particularly for recreational facilities and police



Project Plus Housing Alternative

December 21-Shadow Pattern

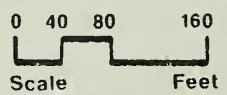


Figure No. 36

protection. Indirect revenues would come from resident expenditures for goods and services (sales tax). Revenues may increase around 15% to 30% over proposed project revenues (excludes building housing off-site).

A Planned Unit Development could permit a density of up to 340 units on the site.¹ The total additional floor area required for this amount of housing would be approximately 245,000² square feet. Approximately 110 feet would be added to the height of Building B (see Figure 35, page 127). Spaces for 1,177 cars would be provided.

Similar impacts as those associated with the addition of 227 units to the project would be realized with the addition of 340 units. This alternative would exceed the height limits by 110 feet and would require rezoning. The bulk limits would also not be met. The annual energy use for this alternative would be greater on-site than for an alternative with 227 units. There would be little difference between an alternative with 340 units and one with 227 units in the issues of noise and shadows. Because of the additional housing on-site, revenues may increase around 20% to 40% over proposed project revenues (excludes building housing off site). Only 296 units would have to be located elsewhere in the City.

The project sponsor rejects this alternative because of economic and financial considerations. Even though all housing units would be massed in Building B, construction costs would be increased because separate elevator, parking, security, and utility systems would be required. Enlarging the project by adding housing to it would increase project costs without increasing project revenues by a corresponding amount.

The nearest grocery, drugstore, and similar retail services would be several blocks away at YBC (see page 128); medical and dental services, laundries and cleaners, recreation and entertainment, and similar types of personal services would not be available in the immediate area. To market housing units successfully, the project sponsor believes that it would need to provide space within the project for such activities and services. Also, the project sponsor has not managed the development and operation of housing units, and would incur costs to obtain such management expertise.

¹ San Francisco Planning Code, Section 304(d)4 and 209.1(k).

² 340 units x 1.8 adults/(unit) x 400 sq. ft. residential/(adult) = 244,800 sq. ft.

2. Reduced Office Project Plus Housing

Under current Code requirements, 227 housing units would be allowed on the proposed project site. The size of this alternative project was selected based on an office area that would result in a housing demand of 227 units.

This alternative would be a project with 258,000 square feet (36%) of gross office space (compared to 722,000 square feet as proposed), 32,000 square feet of gross ground floor commercial space (same as proposed), 227 units of housing, and 808 parking spaces. The total gross area, including parking, would be 736,000 square feet (86%) (compared to 859,000 square feet as proposed).

The project could be built within the limits of the height and bulk district (see Figure 37, page 133). This alternative design includes a parking structure as one unit to address the special requirements such as column spacing, floor heights, building and fire code regulations, and ventilation requirements, all of which would be different from design criteria for offices or office and housing in a mixed use. Separation of on-site traffic and parking from other activities would be a preferred solution. The purpose of the change in building height would be to reduce the building height and bulk at Second and Folsom Streets where the upper floor would be over 80 feet.

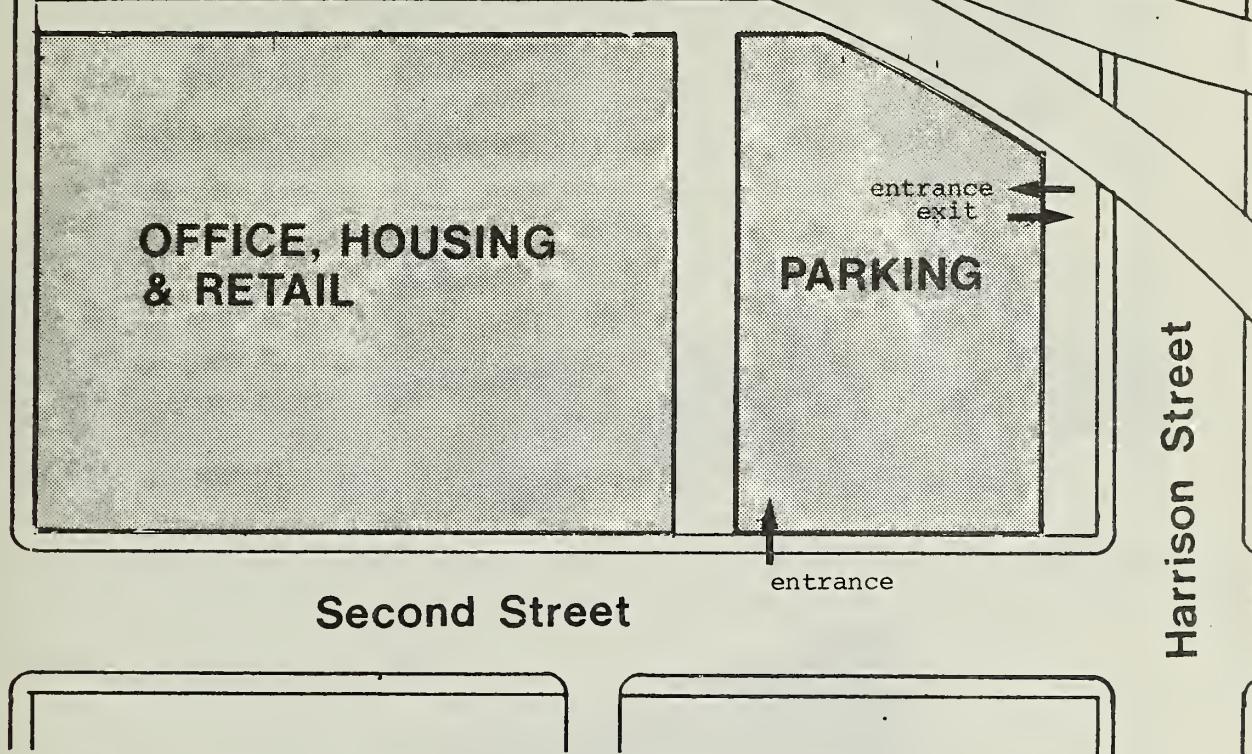
If 227 housing units were developed with a reduced office project, transportation impacts would be reduced from those of the proposed project. Total person trip generation would be 20 to 30% lower than estimated for the proposed project, and more of these person trips would be pedestrian; the net effect on parking, transit and traffic conditions would be similarly reduced.

Noise impacts and considerations would be similar to those of the previous alternative, except that the noise from the freeway would be less.

Under this alternative energy use would drop to about 52 billion BTU annually, compared to the proposed project, as a direct result of the reduction in the size of the project.

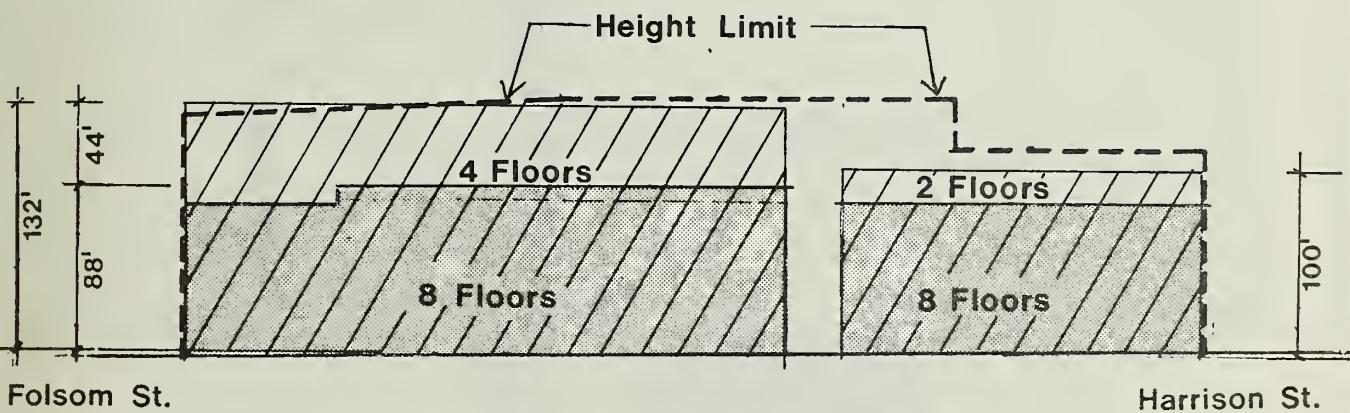
The shadow analysis (Figure 38, page 134) shows that the shadow effect would be very similar to that of the proposed project.

Folsom Street



Second Street

Harrison Street



Folsom St.

Harrison St.

SECOND STREET SECTION (at highest point)

Reduced Office Plus Housing Alternative Alternative With 227 Units

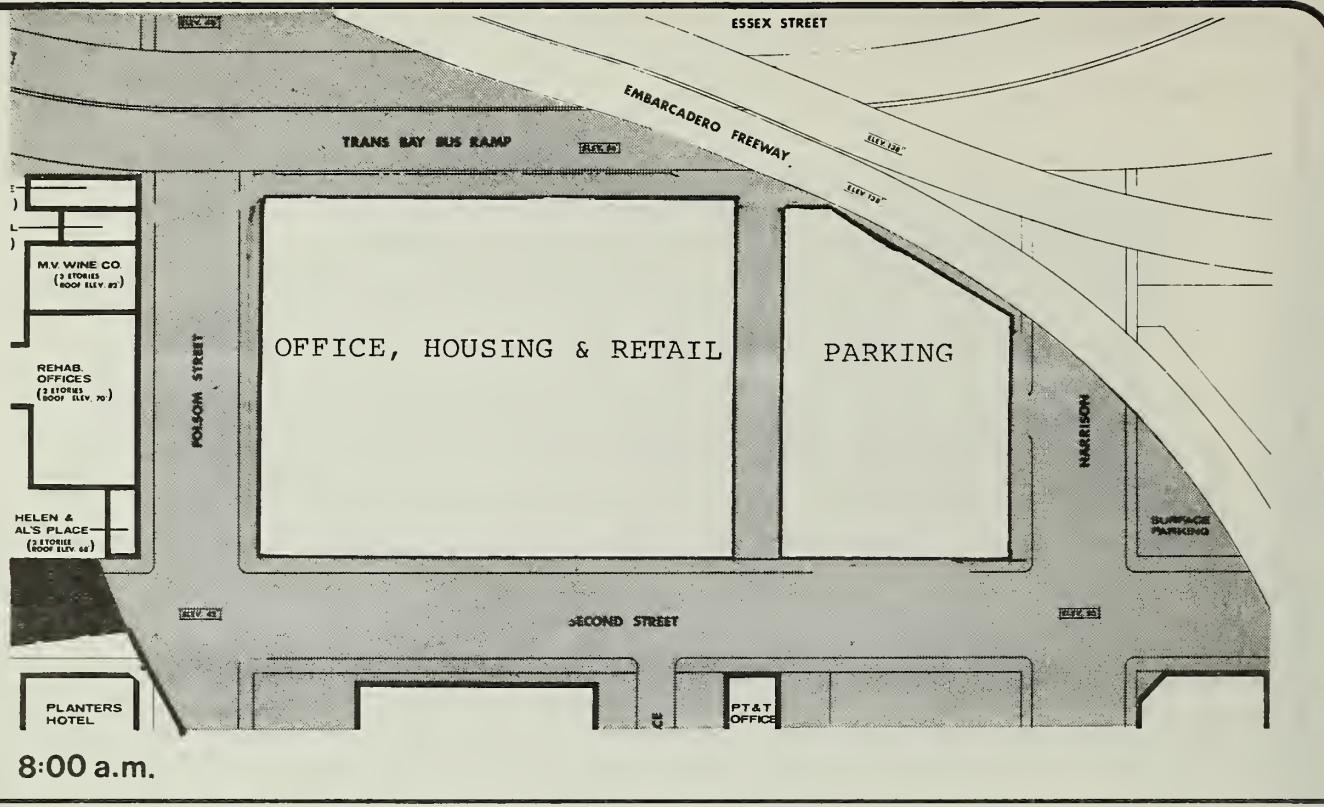
OFFICE: 258,000 sq. ft.
COMMERCIAL: 32,000 sq. ft.
PARKING: 808 spaces
FAR: 3.14 to 1

Source: Bolles Associates

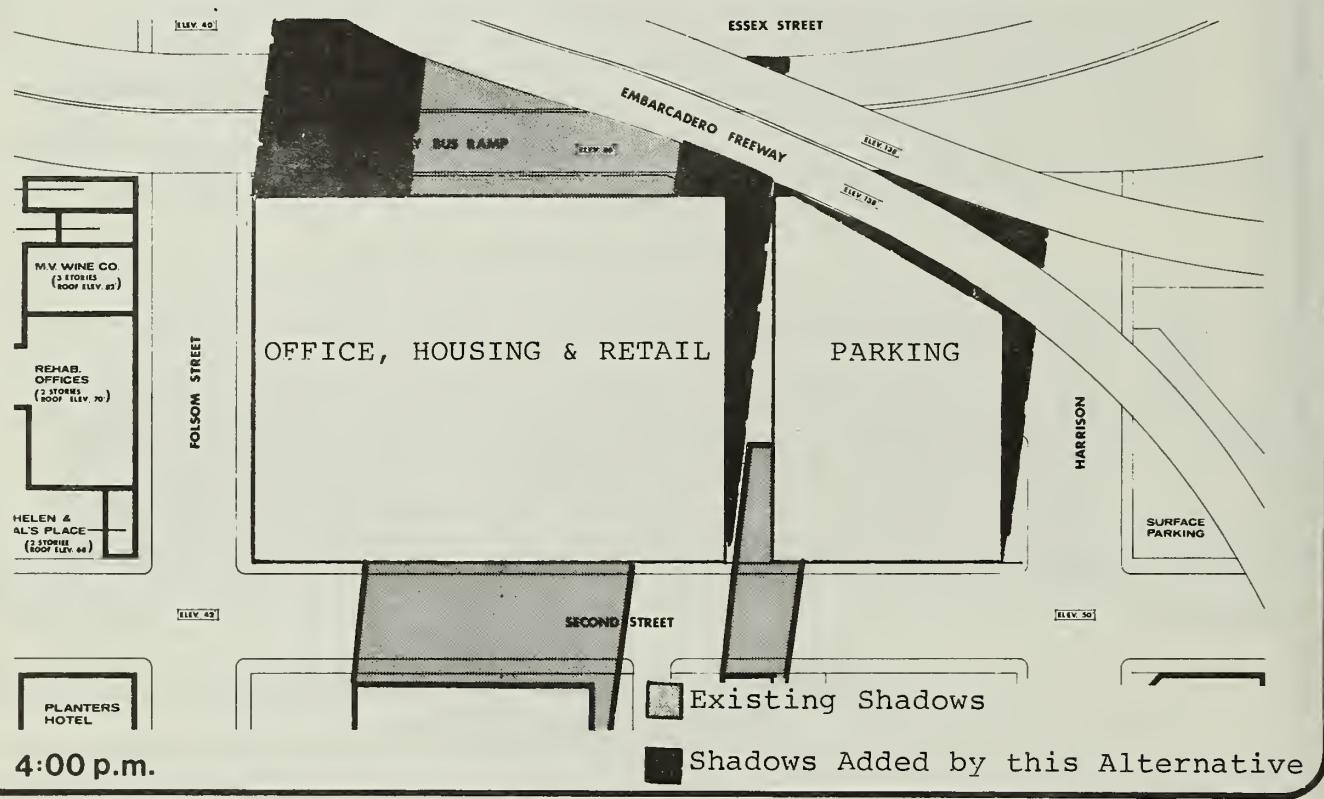
Alternative With 340 Units
386,000 sq. ft.
32,000 sq. ft.
1,177 spaces
4.60 to 1



Figure No. 37



8:00 a.m.



Reduced Office Plus Housing Alternative

December 21-Shadow Pattern

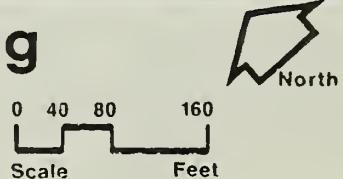


Figure No. 38

Revenue to the City in terms of payroll, business tax, and utility user tax for telephone would decrease due to the reduced size of the office building. The property tax for units, utility user tax for water and energy consumption and the sales tax generated by residents could be the same or higher than the proposed project. Revenues would be less than the alternative of proposed project plus housing, but about 5 to 15% more than the proposed project.

A Planned Unit Development could permit a density of up to 340 units on the site.¹ Using the same rationale outlined at the beginning of this section, this alternative would be designed to accommodate 386,000 square feet (53%) of gross office (compared to 722,000 square feet as proposed), 32,000 square feet of gross ground floor commercial space (same as proposed) 340 units of housing, and 1,177 parking spaces. The total gross area, including parking, would be 1,075,000 square feet (125%) (compared to 859,000 square feet as proposed). Approximately 44 feet would be added to the office/retail/housing building and 20 feet would be added to the parking structure compared to an alternative with 227 units (see Figure 37, page 133).

Similar impacts as those associated with the reduced project plus 227 units of housing alternative would be realized with a PUD that would involve 340 units of housing, except the impacts would be proportionally greater.

The project sponsor rejects a reduced project to accommodate the housing demand because it would be financially infeasible. Development of a financially-feasible office project within the present height limit constraints permits utilizing only a small portion of the allowable building envelope for other types of activities. Reduction of the proposed office space and its replacement with housing units and parking facilities would increase overall project costs without a commensurate increase in project revenues.

The nearest grocery, drugstore, and similar retail services would be several blocks away at YBC (see page 128); medical and dental services, laundries and cleaners, recreation and entertainment, and similar types of personal services would not be available in the immediate area. To market housing units successfully, the project sponsor would need to provide space within the project for such activities and services. Also, the project sponsor has not managed the development and operation of housing units, and would incur costs to obtain such management expertise.

¹ San Francisco Planning Code, Section 304(d)4 and 209.1(k).

3. All Housing Off-Site

This alternative would meet the 635 housing unit-demand of the proposed project off-site. The location of this housing, or whether it would be all in one location, inclusion of low and moderate income housing, and method of financing have not been determined. Any off-site housing is potentially subject to the City's 10% low and moderate income housing requirement.¹

The addition of 635 housing units within the City would add riders to Muni lines, many of which are already congested. A residential project of this size would probably generate 4,600- 5,800 daily person trips² adding to the site-specific impacts of such a project. It might also reduce commute traffic and transit congestion from non-San Francisco locations.

Assuming revenues for housing are part of the proposed project, then the increase in City revenues over the proposed project could be in the range of 40 to 60% greater.

The project sponsor rejects this alternative. The project sponsor has not managed the development and operation of housing units, and would have to incur costs to obtain such management expertise. However, the City Planning Commission has required other developers of office space to provide housing as part of its approval action since November 1980.

4. Housing Project Alternative

This alternative assumes that only housing would be placed on the site (see Figure 39, page 137). Current zoning would allow 227 units. Impacts would be similar to those attributable to the housing portion of the alternatives discussed above. Spaces for 227 cars would be provided.

¹Section 1341, Chapter XIII, Part II, San Francisco Municipal Code (Subdivision Code). As now worded, this requirement applies only when subsidy is available. This policy is subject to future modification.

²The daily traffic estimate is based upon a range of 7-9 daily person trips per dwelling unit. This range reflects trip generation research contained in the Tenth Progress Report on Trip Ends Generation, Caltrans, July 1975. The range also reflects the fact that no specific residential development has been identified. The lower trip generation rate would correspond to studio and one bedroom units while the higher rate would probably represent 2-3 bedroom units.

Folsom Street

GROUND
LEVEL
PARKING

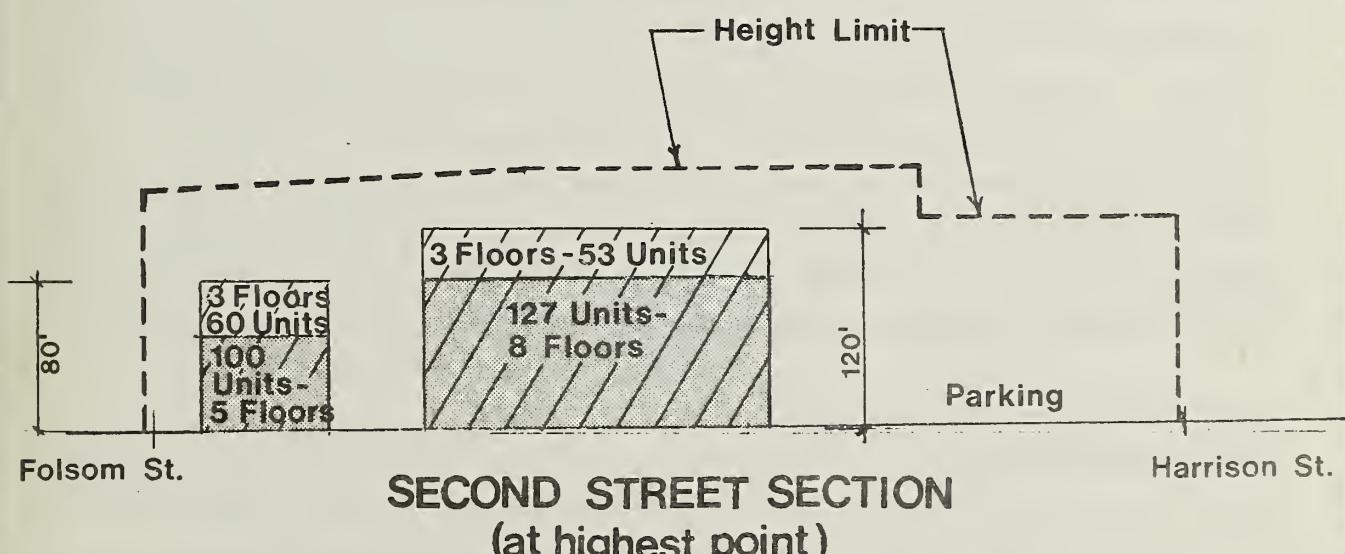
entrance
exit

DWELLING UNITS

DWELLING
UNITS

Second Street

Harrison Street



Housing Project Alternative

HOUSING:
PARKING:
FAR

227 units
227 spaces
1.20 to 1

340 units
340 spaces
1.79 to 1



0

50

100

200

Scale



North

Source: Bolles Associates

Figure No. 39

Because of the reduced noise level below the height of the freeway and bus ramp structures, first and second story units in such a project would be exposed to an exterior noise environment of 72 dBA, Ldn, on all building facades. This would require a 27 dBA noise reduction in order to achieve an interior Ldn of 45 dBA. Acoustical glazing (or double pane glazing) and mechanical ventilation systems would be required. For units at or above the third floor, freeway-facing facades would be exposed to an exterior noise level of 80-83 dB, Ldn. Noise reduction of 35-38 dBA would be required, necessitating acoustical glazing (or double glazing) and mechanical ventilation to achieve an interior Ldn of 45 dBA. Enclosed courtyards or similar treatments would be necessary to provide outdoor activity areas exposed to no more than 65 dBA, Ldn, in accordance with HUD standards. Satisfaction of the above criteria would be consistent with the San Francisco Noise Ordinance.

Developing the site for residential purposes would help to ameliorate the housing demand in San Francisco¹ (the extent would depend on the type of housing available, i.e., whether it would be intended for low and moderate income people, a mix, or luxury apartment condominiums).

Trip generation due to residential use of the site would probably be lower than the project as proposed because fewer individuals would enter and leave the site on a daily basis. Peak-hour trips would be outbound in the morning and inbound in the evening, in reverse to those for the proposed project and for the Central Business District in general. Traffic impacts would be expected to be less (1,000-2,000 trips per day versus 12,000 for the proposed project), while pedestrian and transit impacts would be either greater or less, depending on where the majority of residents would travel to work. Parking demands for residential use would probably vary depending upon the type of unit.

The surface parking area could have an adverse visual impact. Landscaping could be used to mitigate these impacts.

This alternative would use about 21 billion BTU annually, which would be a 67% reduction with respect to the proposed project.

¹ See Appendix B, page A-35.

The shadow analysis (Figure 40, page 140) shows that this alternative would have similar shadow impacts to the office related alternatives.

Revenues to the City from residential use of the site could be less than those from office use as no payroll tax would be levied (except for personnel providing services to the residential units). Property tax may be higher than for the proposed project, depending on the size of the residential development and the relative rates of ownership turnover. The scale of this alternative would be smaller than the proposed project, therefore, utility users tax could be less than for the proposed project due to the decreased consumption of water, gas and electricity. Demands on municipal services would be greater than for the proposed project, particularly for recreational facilities and police protection because of the increased population in the area.¹ Indirect revenues related to residents spending money for goods and services (sales tax) could be 10 to 30% greater for residential use than for the proposed project. The change in revenues would be highly variable compared to the proposed project. Initially, the project may generate higher revenues, however, as the units turned over (were resold) revenues generated by the alternative could be more than the proposed project.

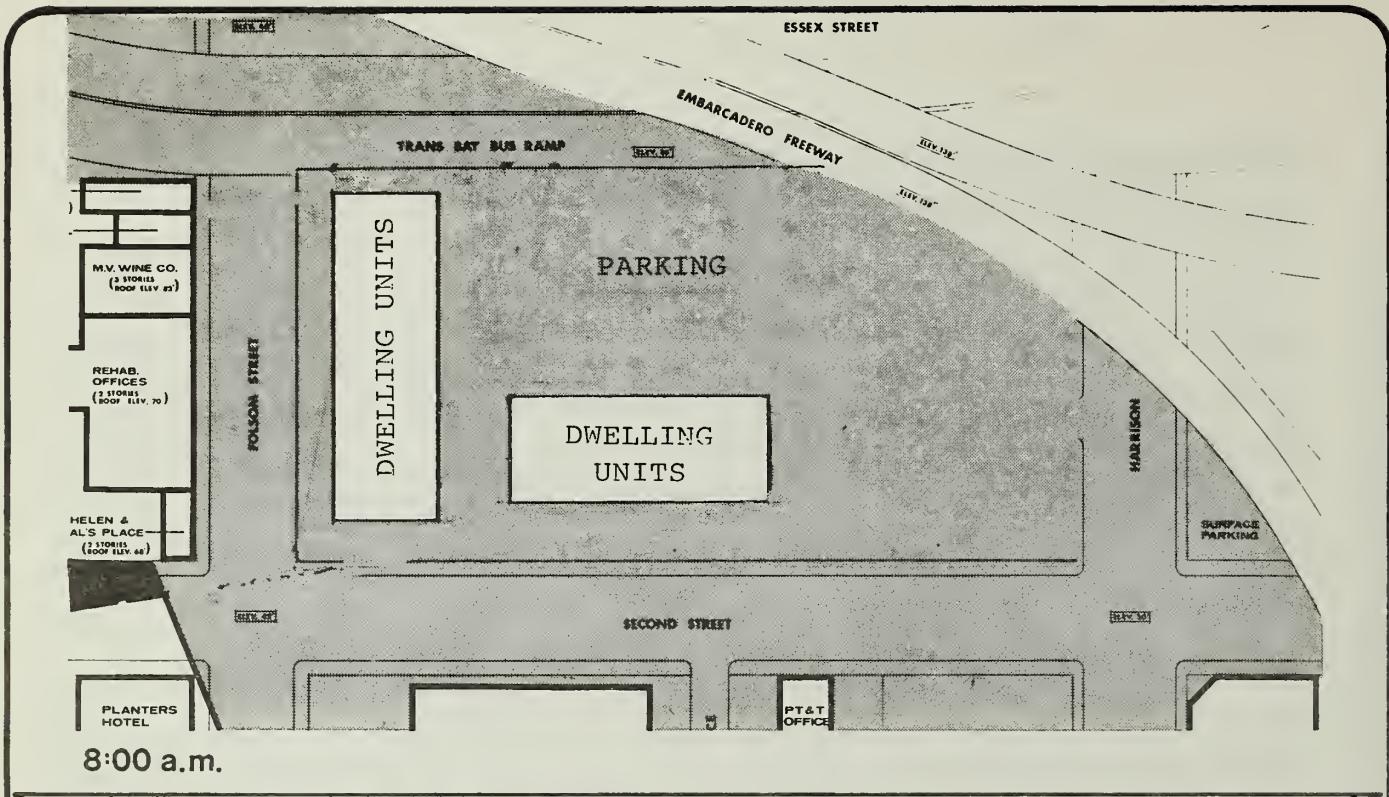
A Planned Unit Development could permit a density of up to 340 units on the site² with 340 parking spaces (see Figure 39, page 137). Similar impacts as those associated with a 227 unit housing project, except the impacts would be proportionally greater.

The project sponsor rejects a residential project as not being economically viable on this parcel of land. The allowable size of a project of only housing units would not justify development of this parcel of property. Although construction costs for this alternative would be less than those for the proposed project, revenues from marketing of the housing units would not justify development of the parcel.

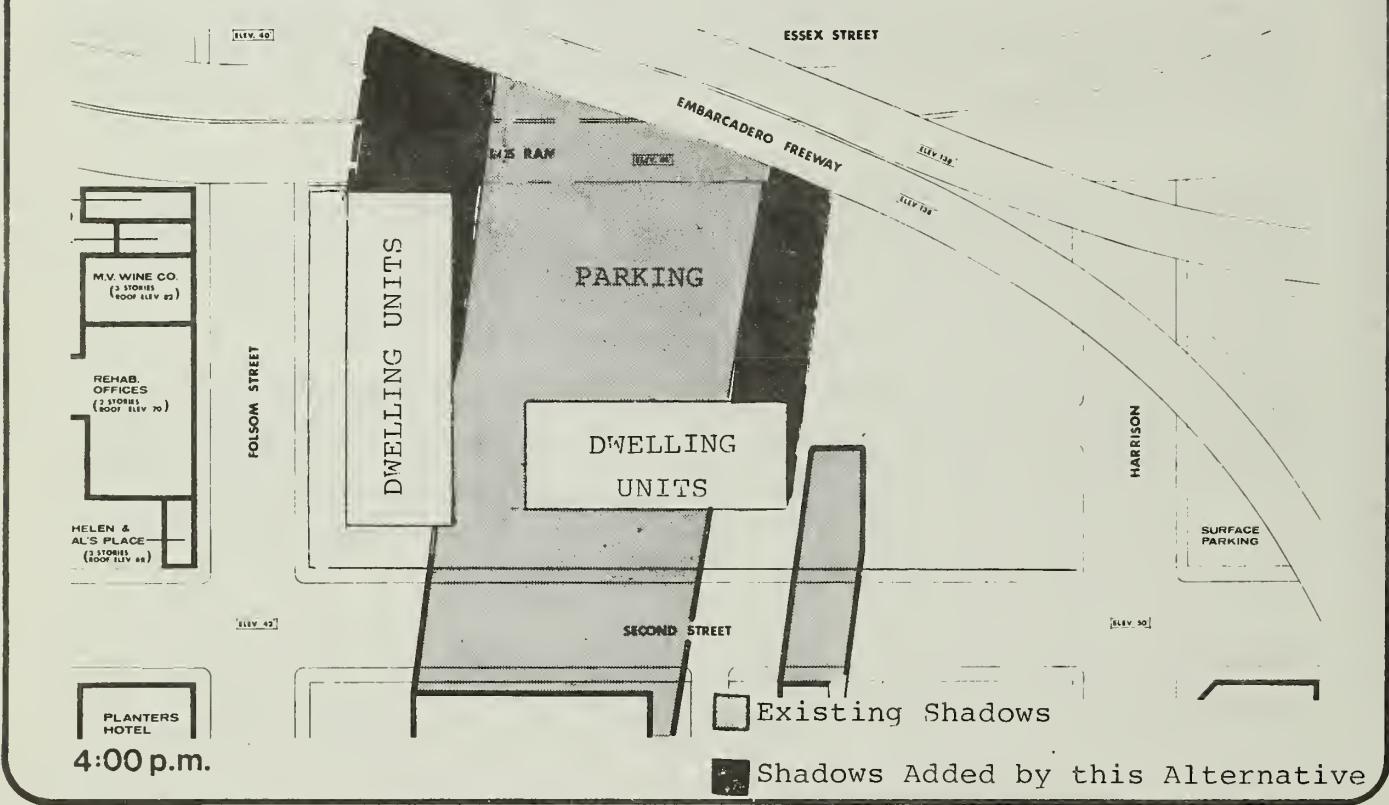
The nearest grocery, drugstore, and similar retail services would be several blocks away at YBC (see page 128); medical and dental services, laundries and cleaners, recreation and

¹Paul Libert, Officer, Planning and Research, telephone conversation, 15 May 1981.

²San Francisco Planning Code, Sections 304(d)4 and 209.1(k).



8:00 a.m.



Housing Project Alternative

December 21-Shadow Pattern

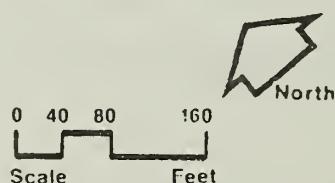


Figure No. 40

entertainment, and similar types of personal services would not be available in the immediate area. To market housing units successfully, the project sponsor would need to provide space within the project for such activities and services. Also, the project sponsor has not managed the development and operation of housing units, and would incur costs to obtain such management expertise.

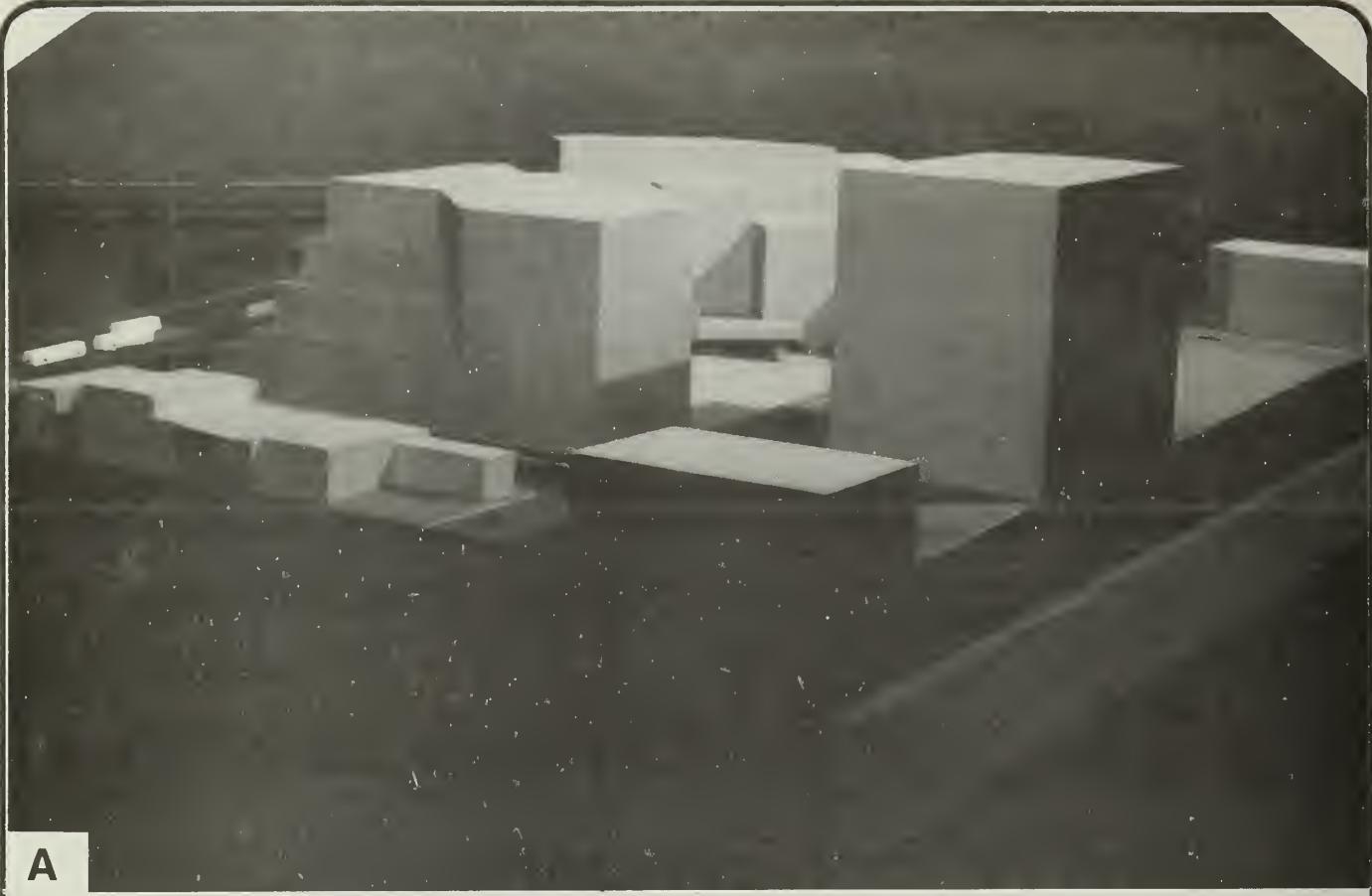
D. ALTERNATIVE BUILDING DESIGN

The proposed project would be bulkier than the existing low-rise structures in the area. The proposed design would partially offset the visual impact by use of the terraced shape of the buildings and the open space provided on the site. However, the project sponsor and its architect have continued additional architectural design studies in order to reduce the potential impacts of building form and massing.

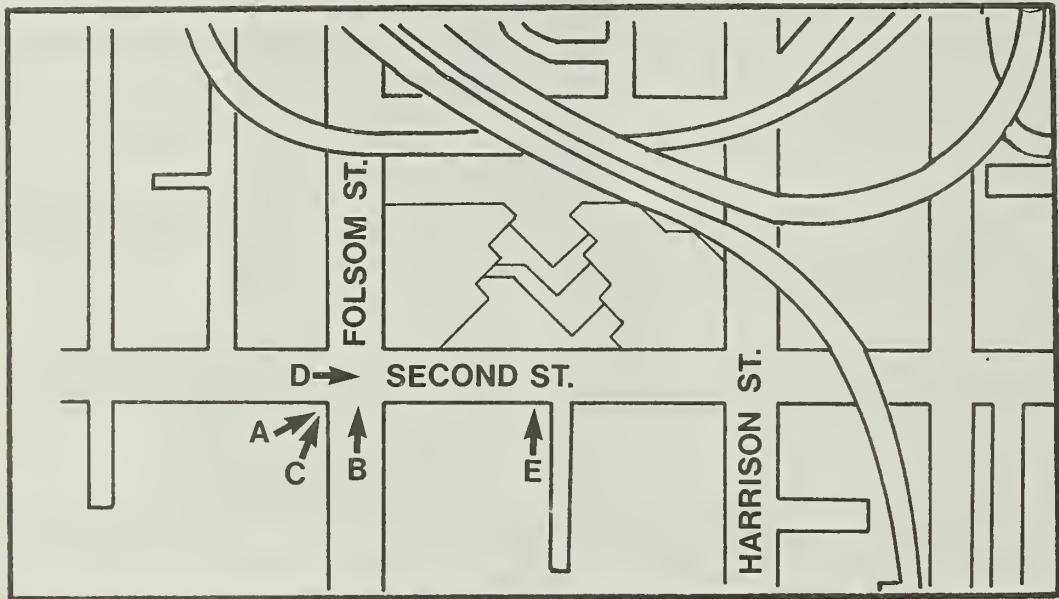
Based on these studies,¹ this building design alternative is based on study Number 4 and presents the most favorable direction for development at this time. Specific design modifications (see Figures 41, 42, and 43; pages 142 through 144 respectively) would include the following:

- Refinement of building forms to reduce the mass of the Folsom Street elevation, and to relate the form of that elevation to existing development across Folsom Street.
- Reduction of overall project mass through a series of setbacks at the upper levels similar to what is included in the proposed design.
- Squaring the building corners at Second and Folsom Streets, and Second and Harrison Streets to strengthen and define the existing street pattern.
- Increased continuity of interest and actities at the pedestrian level by articulating the entrances on Folsom Street and on Second Street, and by providing direct ground level access to the retail service areas along Folsom Street and within the central courtyard.

¹See Appendix F, page A-59.



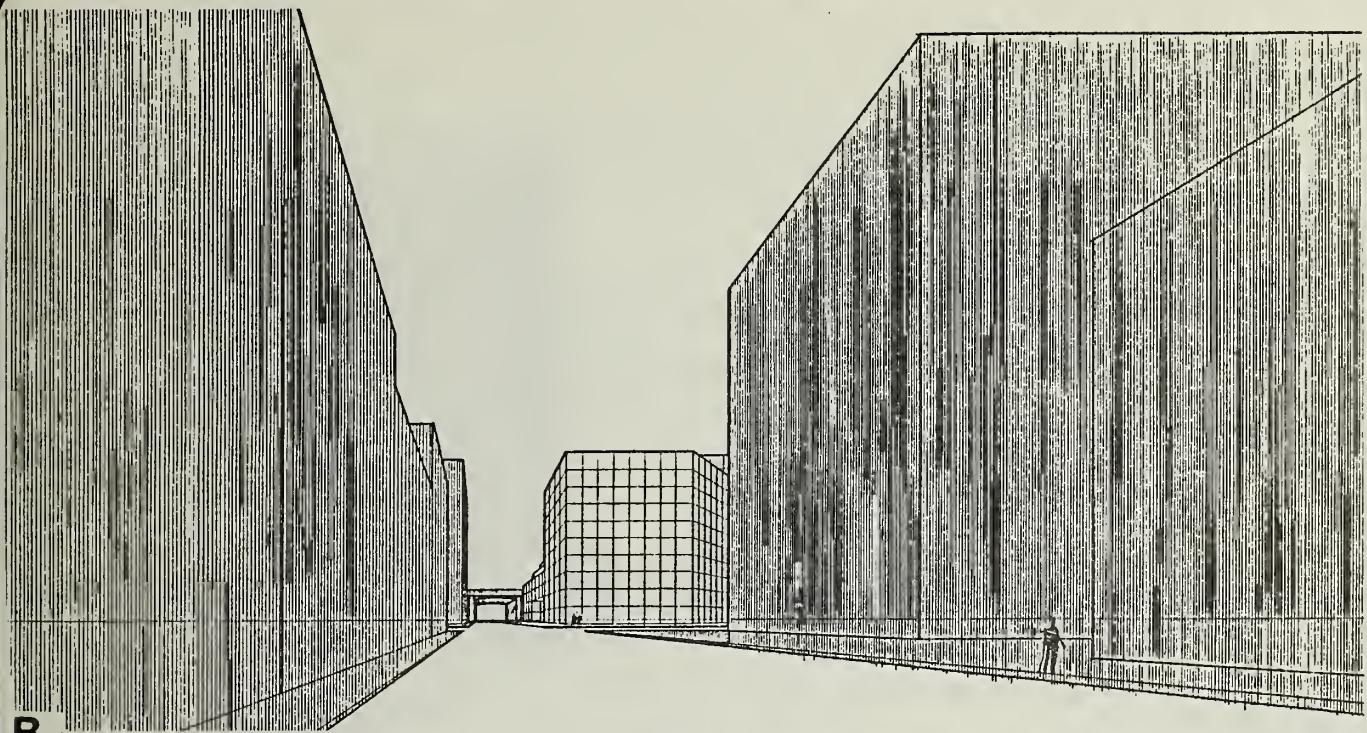
A



Alternative Building Design Perspective View



Figure No. 41



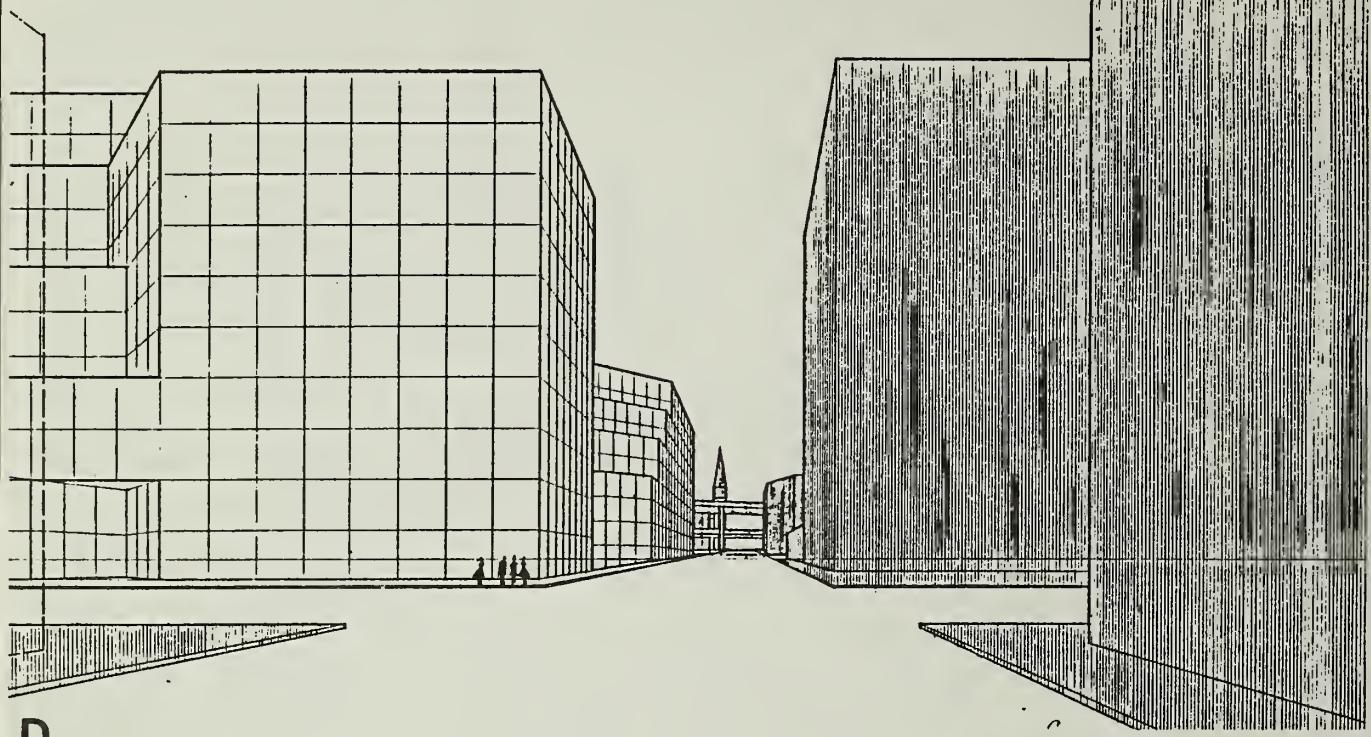
B



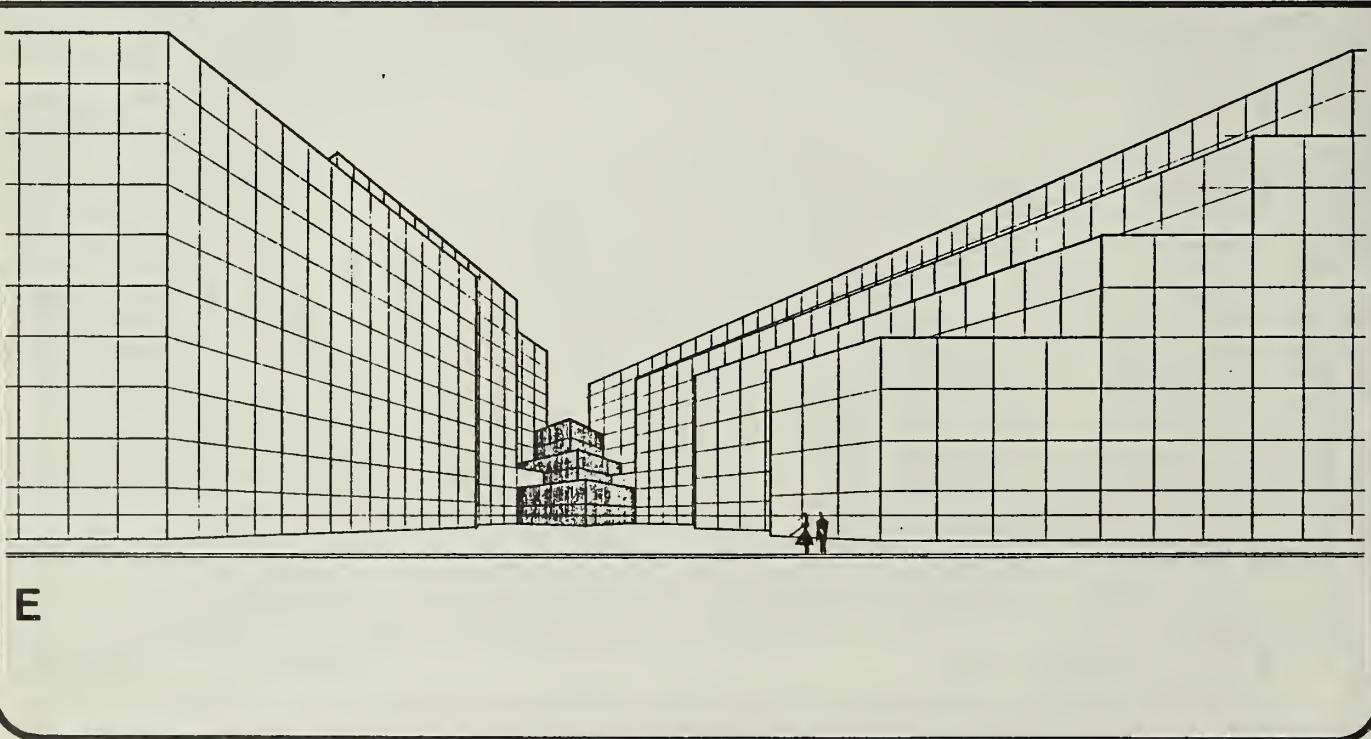
C

Alternative Building Design Perspective View (See Figure 41 for Orientation)

Figure No. 42



D



E

**Alternative Building Design
Perspective View
(See Figure 41 for Orientation)**

Figure No. 43

The overall combination of the above elements would provide an improved transition in height and mass from the surrounding forms to the elevated freeway ramps.

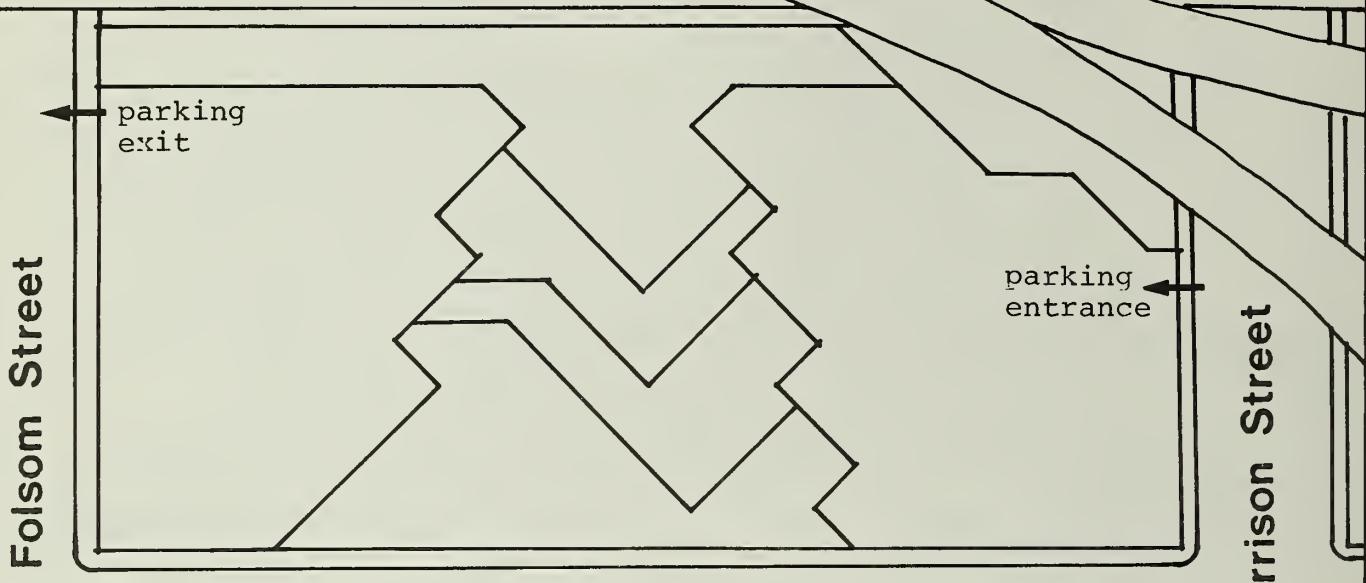
This alternative would provide the same amount of office, retail, and related parking areas as the proposed project. The only change would be the outward appearance of the structure and the rearrangement of the building mass. The impacts which could differ from the proposed project include code compliance, wind, shadow and energy use. Impacts related to floor area and use (i.e., employment and housing, transportation, air quality, noise, fiscal impacts, community services, historical and cultural resources, and seismicity) would be the same as discussed previously for the proposed project.

Neither Building A nor Building B exceeds the height requirements for the site (see Figure 44, page 146). The building bulk dimensions exceed the code requirements as shown in Table 21.

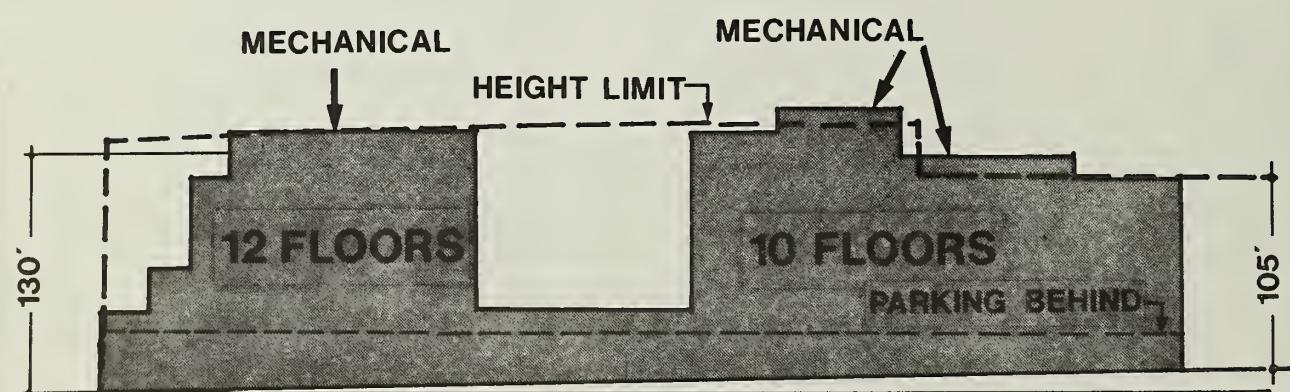
TABLE 21
Building Bulk Dimensions
Alternative Building Design

<u>Floor Level</u>	<u>BUILDING A</u>		<u>BUILDING B</u> ¹	
	<u>Maximum Length</u>	<u>Diagonal Dimension</u>	<u>Maximum Length</u>	<u>Diagonal Dimension</u>
6-7	252 feet*	326 feet	274 feet*	355 feet*
8-9	252 feet*	326 feet	274 feet*	355 feet*
10	252 feet*	326 feet	274 feet*	276 feet*
11	204 feet*	218 feet	160 feet	200 feet
12	—	—	160 feet	200 feet
Allowed on Lot 25: (District 130-G)		170 feet (length) 200 feet (diagonal)		
Lot 51: (District 105-F)		110 feet (length) 140 feet (diagonal)		
Mechanical Penthouse on Floor 11 of Building A and part of Building B Mechanical Penthouse on Floor 12 of Building B				

¹See footnote 2, page 56.



Second Street



Folsom St.

SECOND STREET SECTION
(at highest point)

Harrison St.

Alternative Building Design

OFFICE: 722,060 sq. ft.
COMMERCIAL: 32,000 sq. ft.
PARKING: 300 spaces
FAR: 5.23:1

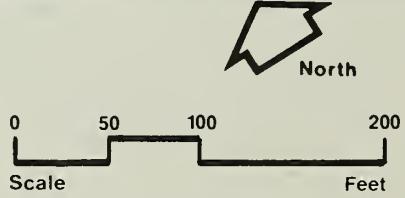


Figure No. 44

This alternative has a greater potential than the proposed project to create undesirable winds along Folsom and Second Streets. The large, unbroken vertical faces of the building would intercept a large volume of wind and could bring it down to ground level near the Second/Folsom intersection. Wind strengths along the sidewalk adjacent the project and near the Second/Folsom intersection would increase. Because the proposed building is relatively short compared to other high-rises in San Francisco, winds would not be so strong as to create a safety hazard, but the frequency of uncomfortably windy conditions would be increased. The other pedestrian areas near the site would experience winds similar to those near the proposed project.

The shadow analysis (Figure 45, page 148) shows that the effect of this alternative on shadows would be similar to the effect of the proposed project (see Figure 30, page 87).

There would be little difference in the total energy used by this alternative compared with the proposed project. This alternative design does not have an atrium as a design element. Therefore these energy effects of the proposed project (see Section IV.J.5, page 107) would not be present for this alternative.

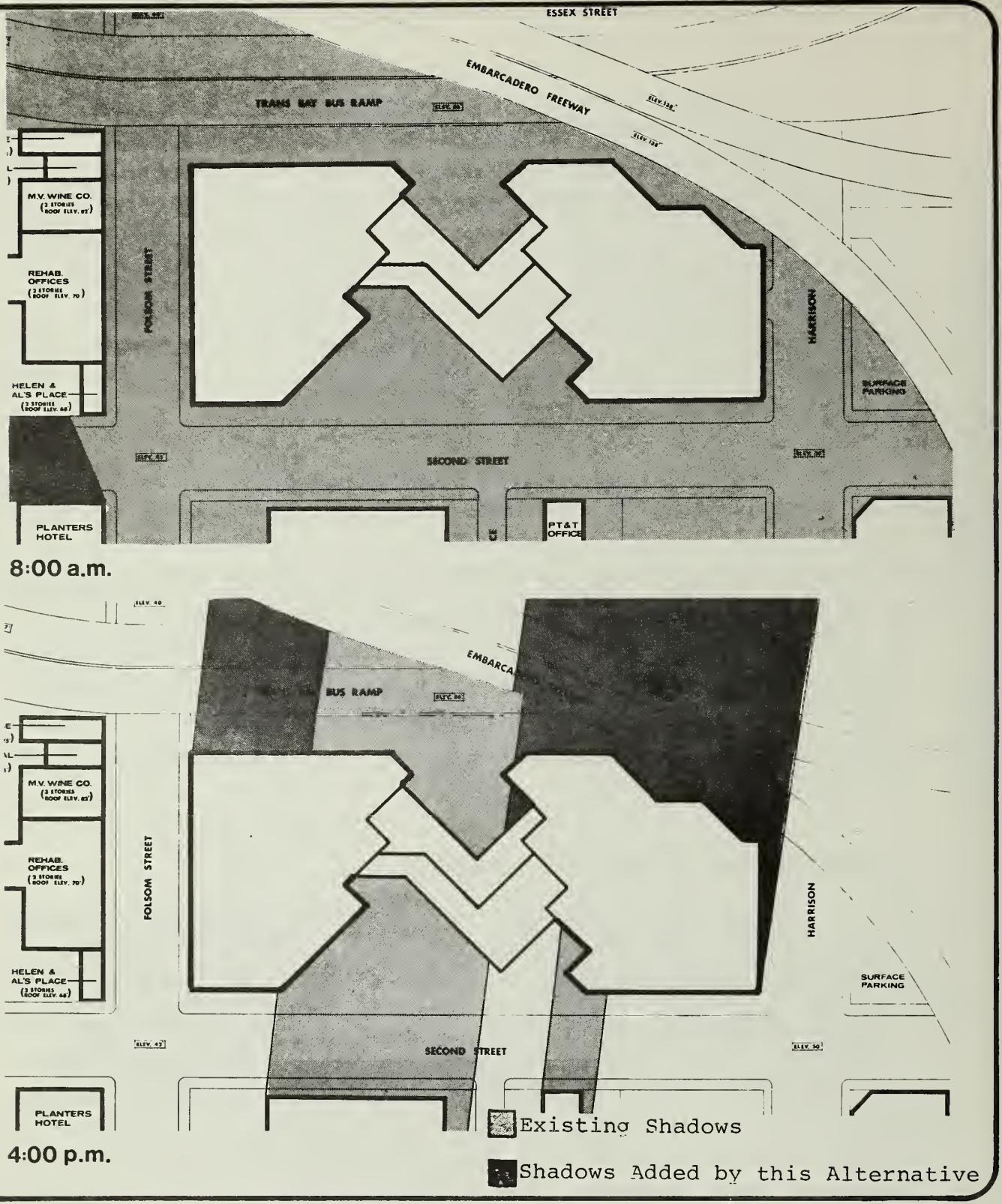
The project sponsor is continuing to investigate this alternative design and wishes to have it considered as a possible option.

E. LIGHT INDUSTRIAL FACILITY ALTERNATIVE

The basic floor area ratio (FAR 5:1) and the corner lot premium would allow 721,270 square feet of industrial area (the same area as allowed for proposed project).¹ This alternative addresses a project that would provide 100,000 square feet of industrial area (see Figure 46, page 149) which could include light manufacturing (when conducted within a completely enclosed building)² and warehousing, because single-story structures, preferably incorporating 100,000 - 200,000 square feet of space, are necessary for the safe and efficient internal movement of goods by forklift trucks and conveyor machinery. Space for the on-site movement of materials and goods usually dictate a land coverage not in excess of 30 - 40%. Maximum return on investment would be achieved by the highest percentage of site coverage. However, functional and operational requirements normally

¹ See Table 1, page 28.

² San Francisco Planning Code, Section 226(h).



Project Alternative 4

December

Existing Shadows

■ Shadows Added by Proposed Project

Figure No. 45

Folsom Street

INDUSTRIAL FACILITY

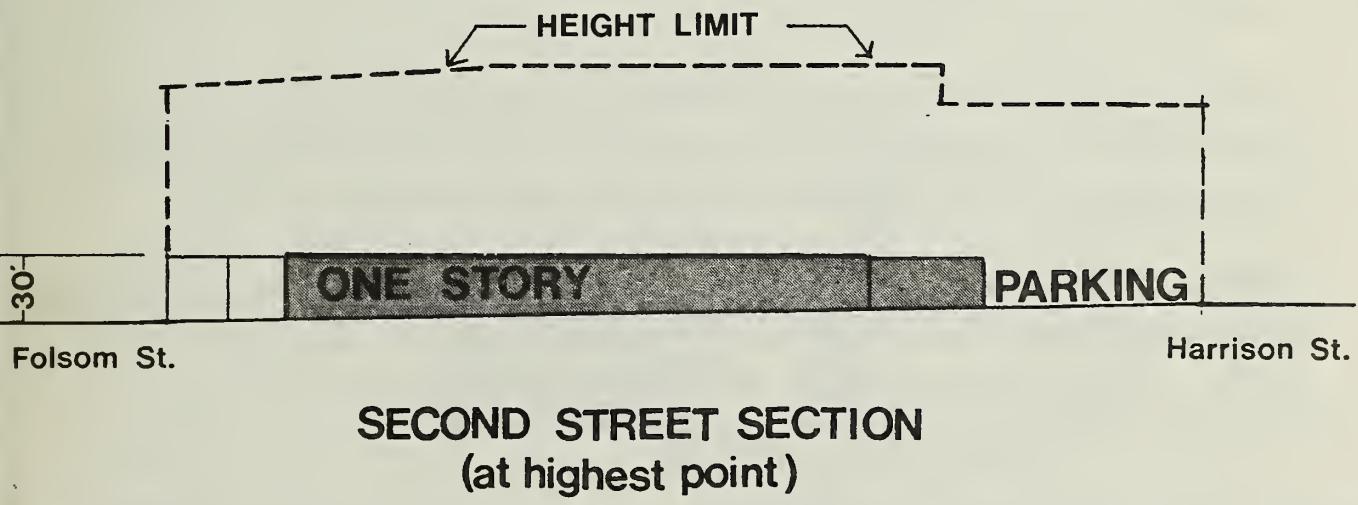
GROUND
LEVEL
PARKING

Harrison Street

Second Street

entrance

exit



Industrial Facility Alternative

WAREHOUSE: 100,000 sq. ft.

PARKING: 50 spaces (cars)
3 spaces (truck)

FAR: Less than 1:1

Source: Bolles Associates

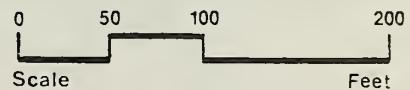


Figure No. 46

limit the building coverage of industrial uses. Warehouse uses can occupy up to 50% of a typical site, whereas light manufacturing uses have greater parking needs and usually are limited to approximately 30% building coverage of the site.¹ Fifty to 67 parking spaces would be required depending on the use.² Two off-street freight loading spaces would be required.

A project of 100,000 square feet area would result in reduced transportation impacts (as compared to the proposed project). Daily person trip generation would be about 90% lower than that calculated for the proposed project.

Industrial facility land uses are considered relatively insensitive to noise impacts, and would be compatible with the existing noise environment of 72 dBA, Ldn, at levels below the third floor of such buildings. This would be a compatible noise environment for industrial activities, and no special acoustical consideration would be required to comply with San Francisco Comprehensive Plan Noise Element Standards. There are no pertinent exterior noise standards for such land uses.

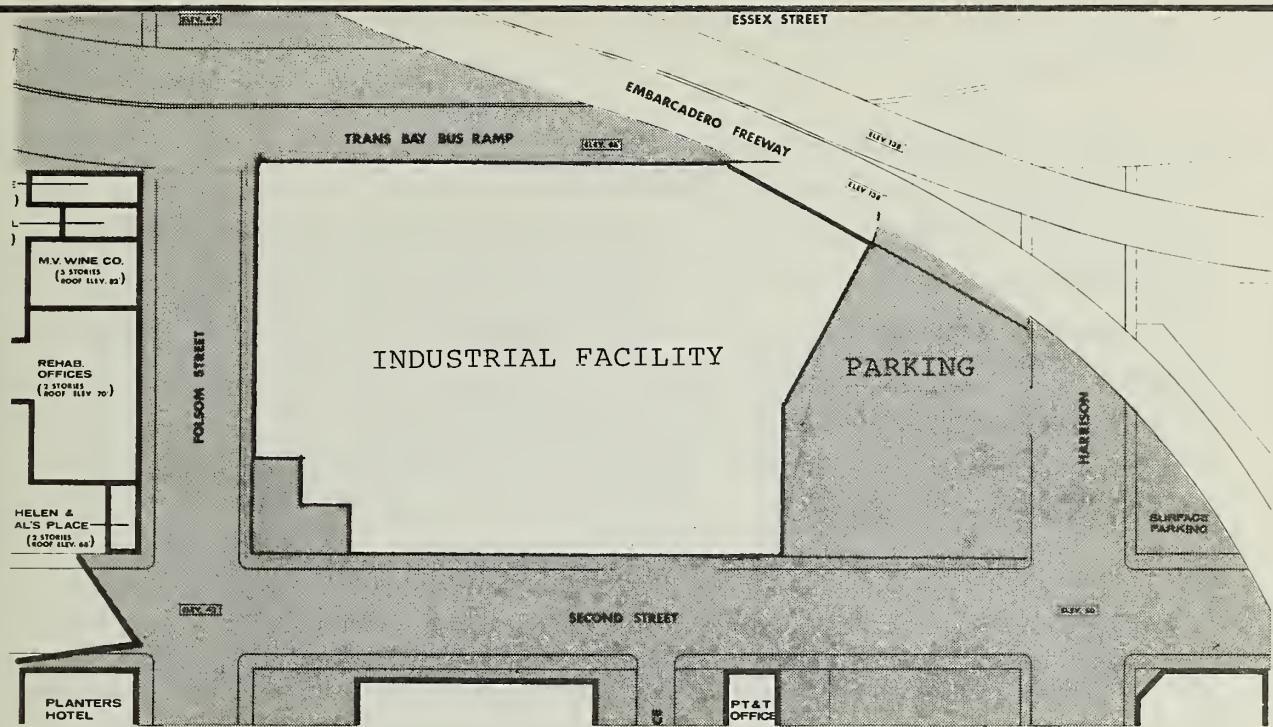
A 100,000 square foot storage facility would consume about 10 billion BTU annually. This is about 12% the use of the proposed project. Light manufacturing would probably consume more energy, however, due to the diversity of possible uses this quantity is not estimable.

The shadow analysis (Figure 47, page 151) shows that while the shadows cast at 8:00 a.m. do not extend as far northwesterly as the proposed project, the effect on the buildings across Folsom Street would be similar to those of the proposed project.

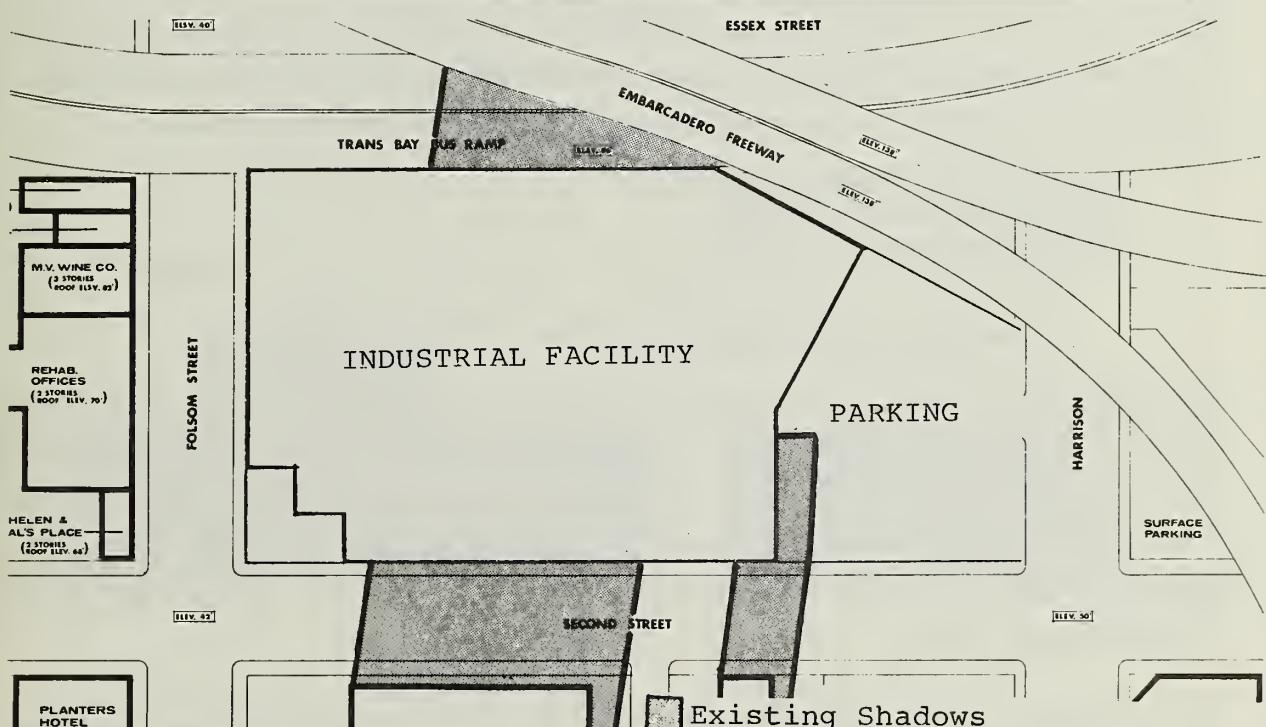
Revenues to San Francisco would be less than from the proposed project (indirect taxes such as sales would be less as well as direct taxes from property, business, and utility users). The range would be 40% to 90% less depending on rental rates, number of employees, and property values.

¹Urban Land Institute, Industrial Development Handbook, 1975, p. 128.

²San Francisco Planning Code, Section 151.



8:00 a.m.



Industrial Facility Alternative

December 21-Shadow Pattern

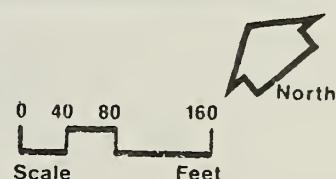


Figure No. 47

The project sponsor rejects such an industrial facility as an alternative to an office/commercial development as that proposed, because the sponsor feels that no potential tenant could be found to occupy or construct a warehouse on this site because such facilities require low-cost land. Normally a site of 10 - 15 acres is preferred with uncongested connections between local streets and the freeway system. Large truck staging and maneuvering areas (often 1-2 acres in size), wide streets, generous curb radii and ready access to rail service are sometimes preferred. The SP tracks on Harrison Street are no longer used. Switch trains use the tracks on Second Street only up to Brannan Street.¹

F. OFFICE/RETAIL PROJECT COMPLYING WITH PLANNING CODE

This alternative would provide for an office/retail project that does not exceed the height and bulk limits (see Figure 48, page 153) and would be limited to an FAR of 5:1. A separate parking structure would be considered for the same reasons stated in Section VII.C.2, page 132. In order to design a project that would meet the height and bulk limits, the gross building area would be reduced, thereby also reducing bulk and the number of required parking places. This alternative would then provide the following:

478,000 gross square feet office
25,000 gross square feet retail
503,000 gross square feet total

3.5:1 FAR

885 parking spaces (309,000 square feet)

This alternative would balance the office development with an on-site parking supply as specified by the City Planning Code. The parking impacts of the proposed project would be mitigated by this alternative. The overall traffic and transit impacts in the downtown would be approximately 60-65% of those estimated for the proposed project. With parking focused on-site, traffic impacts would be more pronounced at entry/exit points (see Figure 48, page 153).

This alternative would comply with the height and bulk limits and would have a different visual impact from the impact of the proposed project.

¹ Jackie Biglow, SP Train Master, telephone conversation, 9 September 1981.

Folsom Street

OFFICE
RETAIL

PARKING

entrance
exit

entrance

Second Street

Harrison Street

MECHANICAL PENTHOUSE

Height Limit

130'
80' →

10 FLOORS

6 FLOORS

Folsom St.

Harrison St.

Office/Retail Alternative Project Complying with Planning Code

OFFICE: 503,000 sq.ft.
PARKING: 885 spaces
FAR: 3.49:1

Source: Bolles Associates



Figure No. 48

Energy use under this alternative would be about 50 billion BTU per year, some 33% less than for the proposed project. The bulk of the reduction would come about as a result of the reduction in the area of office space.

The shadow analysis (Figure 49, page 155) shows that the impacts of this alternative would be similar to the shadow effects of the proposed project (see Figure 30, page 87).

Total tax revenues could be about 15% more to 30% less than the proposed project.

Since this alternative would require a 34% reduction in office space in order to meet the parking requirements, the project sponsor does not consider this to be a financially feasible alternative.

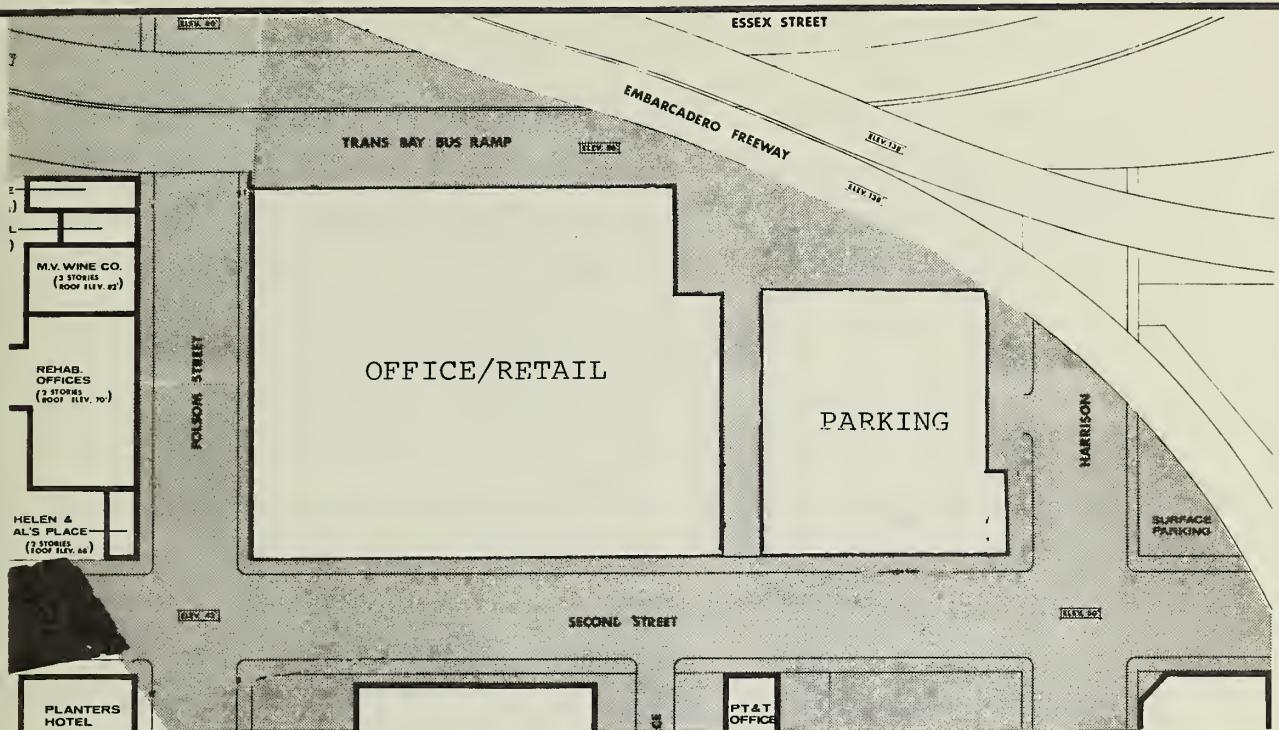
G. GUIDING DOWNTOWN DEVELOPMENT ALTERNATIVE

The City Planning Commission is currently studying the need for and impact of revising downtown zoning controls. A set of proposed revisions to downtown and related zoning controls are presented in a document entitled Guiding Downtown Development, May 1981. By resolution No. 8982, the City Planning Commission directed that an alternative building proposal that would comply with the proposed controls be evaluated in all EIRs prepared subsequent to June 1981.

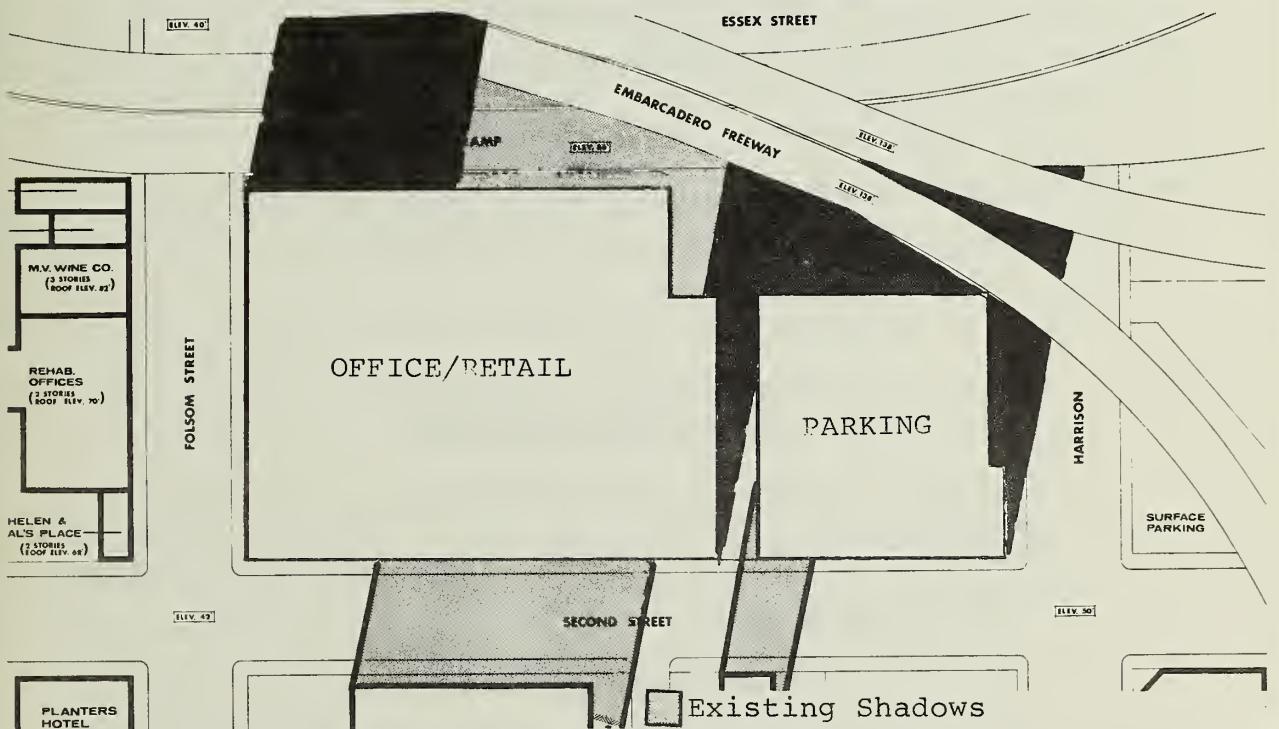
The proposed guidelines that would be applicable to the project site deal with FAR, housing, truck loading requirements, and industry.

The proposed housing requirements¹ would require 640 square feet of residential space (about 0.9 dwelling units) for each 1,000 square feet of gross office space. For a project the size of that proposed, 650 housing units would be required, calculated as shown in Table 22, page 156. This would result in an FAR of 8.4 to 1.

¹San Francisco Department of City Planning, Guiding Downtown Development San Francisco, May 1981, page E-1.



8:00 a.m.



**Office/Retail Alternative Project
Complying with Planning Code
December 21-Shadow Pattern**



Figure No.49

TABLE 22
Proposed Housing Requirements
Based on Gross Office Area

$$722,000 \text{ sq. ft. (office)} - 1,000 \text{ sq. ft.} = 722$$

$$722 \times 640 \text{ sq. ft.} = 462,800 \text{ sq. ft. housing}$$

$$722 \times 0.9 \text{ units} = 649.8 \text{ units.}$$

As discussed in Section VII.C., page 126, current zoning would allow 227 units on site based on the nearest R district (RC-2) or 340 units with Planned Unit Development. Assuming the Rincon Hill area would be zoned RC-4 (1 dwelling unit per 200 square feet of lot area),¹ as currently proposed by the Guidelines, up to 682 units would be allowed on the proposed project site. Any housing on-site added to the proposed project would require a zoning change.

Based on a project similar to that proposed and the proposed guidelines,² approximately 8 truck loading spaces would be required calculated as shown in Table 23.

TABLE 23
Loading Space Requirements
Based on Net Floor Area

- 570,710 sq. ft. office/bank @ 0.1/space/10,000 sq. ft. = 5.7 spaces
- 10,000 sq. ft. restaurant/drugstore @ 1.7 space/10,000 sq. ft. = 1.7 spaces
- 11,240 sq. ft. other retail @ 1 space for 10,000-50,000 sq. ft. = 1.0 space

Total = approximately 8 spaces

¹City and County of San Francisco, Planning Code, Section 209.1(1).

²San Francisco Department of City Planning, Guiding Downtown Development, San Francisco, May 1981, page D-8.

Each space is required to have a minimum length of 35 feet and a minimum width of 10 feet. Eight such spaces would yield 2,800 square feet of truck loading. The project as proposed (4 large truck loading areas 16 feet by 35 feet each, plus 4 van loading areas 8 feet by 20 feet each) would provide 8 loading spaces yielding a loading area of 2,880 square feet.

Revenues for this alternative would be about the same as the proposed project.

It is also proposed that the Planning Code be revised to make primary office and residential uses conditional uses in the C-M, M-1, and M-2 districts.¹ Prior to approving the conditional use, the City Planning Commission would be required to find that:

1. the site is not likely to be marketable for industrial use in the foreseeable future;
2. the office or residential use will not be incompatible with industrial uses on adjacent properties; and
3. if the proposed use is office use within the area bounded by Channel Street, Eighth Street, The Embarcadero and the northerly edge of the M-1 district generally along Folsom Street, the character of the office use will be of a service nature to the downtown.

This alternative would not comply with the recommendations of SPUR.² SPUR recommends 160 dwelling units per acre and a commercial/office FAR of 2:1. This FAR would allow approximately 288,000 square feet of gross commercial/office area.

The project sponsor rejects the housing portion of this alternative because of economic reasons, as previously stated in Section VII.C.1., page 131.

¹ San Francisco Department of City Planning, Guiding Downtown Development, San Francisco, May 1981, page G-1.

² SPUR, South of Market: A Plan for San Francisco's Last Frontier, June 1981.

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San Francisco, California 94102
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APPENDIX A



DEPARTMENT OF CITY PLANNING

100 LARKIN STREET · SAN FRANCISCO, CALIFORNIA 94102

(415) 552-1134

NOTICE THAT AN
ENVIRONMENTAL IMPACT REPORT
IS DETERMINED TO BE REQUIRED

Date of this Notice: June 12, 1981

Lead Agency: City and County of San Francisco, Department of City Planning
100 Larkin Street, San Francisco, CA. 94102

Agency Contact Person: Paul Rosetter

Tel: (415) 552-1134

Project Title: Marathon Office Development Project Sponsor: Marathon Development
California, Inc.

Project Contact Person: Bill Donald,
Bolles Associates

Project Address: 2nd and Folsom Streets

Assessor's Block(s) and Lot(s): 3749/51 & 52

City and County: San Francisco

Project Description: Construct an office complex with a total of 754,000 gross square feet in a 12-story building and an 11-story building with 300-car parking garage requiring a Conditional Use authorization (CU81.5).

THIS PROJECT MAY HAVE A SIGNIFICANT EFFECT ON THE ENVIRONMENT AND AN ENVIRONMENTAL IMPACT REPORT IS REQUIRED. This determination is based upon the criteria of the Guidelines of the State Secretary for Resources, Sections 15081 (Determining Significant Effect), 15082 (Mandatory Findings of Significance) and 15084 (Decision to Prepare an EIR), and the following reasons, as documented in the Environmental Evaluation (Initial Study) for the project, which is attached.

Deadline for Filing of an Appeal of this Determination to the City Planning Commission: June 22, 1981.

An appeal requires 1) a letter specifying the grounds for the appeal, and 2) a \$25.00 filing fee.

A handwritten signature in black ink that reads "Alec S. Bash".

Alec S. Bash, Environmental Review Officer

FINAL INITIAL STUDY
MARATHON DEVELOPMENT CALIFORNIA, INC.
SECOND AND FOLSOM PROJECT

12 June, 1981

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FINAL INITIAL STUDY
MARATHON DEVELOPMENT CALIFORNIA, INC.
SECOND AND FOLSOM PROJECT

I. PROJECT DESCRIPTION

A. LOCATION

The Second and Folsom Project would be located within the City and County of San Francisco, California (see Figure 1).

Marathon Development California, Inc. proposes to construct an office complex on part of Assessor's Block 3749, Lots 25 and 51, bounded generally by Second, Folsom, Essex, and Harrison Streets (see Figure 2). The proposed project would consist of two mid-rise office buildings on a 3.132 acre (136,430 square feet) site. The northern-most building (Building A) would be located entirely on lot 25, while the second building (Building B) would be located partly on lot 25 and partly on lot 51.

B. PROJECT DESCRIPTION (see Figures 3-8)

Building A would be a 12-story structure with a gross floor area of 403,342 square feet. Building B would be an 11-story structure with a gross floor area of 351,042 square feet. The two buildings would have a combined gross floor area of 754,384 square feet and an FAR of 5.5 to 1.

The proposed project would have approximately 591,950 square feet of occupied floor area including 26,240 square feet of ground floor commercial space and 565,710 square feet of office space. Ground level commercial space would include small retail shops and/or offices such as a drug store, travel agency, bank, flower shop, jewelry store, shoe repair, title insurance company, restaurant, clothing boutique, or book store. Floors above the ground level would be devoted exclusively to office use. Mechanical equipment would occupy about one-half the floor area on the top floor of each building.

The proposed office complex would face onto a large, central courtyard located between the two buildings with two smaller plazas located on the corners of Folsom and Harrison Streets. A four story glass-enclosed atrium would serve as the central lobby area for the office complex. Walkways through the atrium would connect the two buildings at levels 1 through 3. Off-street parking and loading for the proposed project would be located behind both office buildings adjacent to the Bay Bridge bus ramps and elevated freeway. Three hundred parking spaces, 4 large truck loading areas (16 feet x 35 feet each), and 4 van loading areas (8 feet x 20 feet each) will be provided.



Site Location Map

A-8

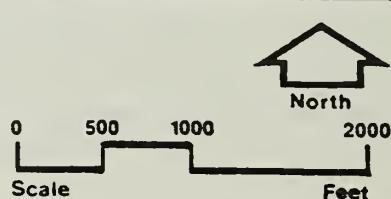
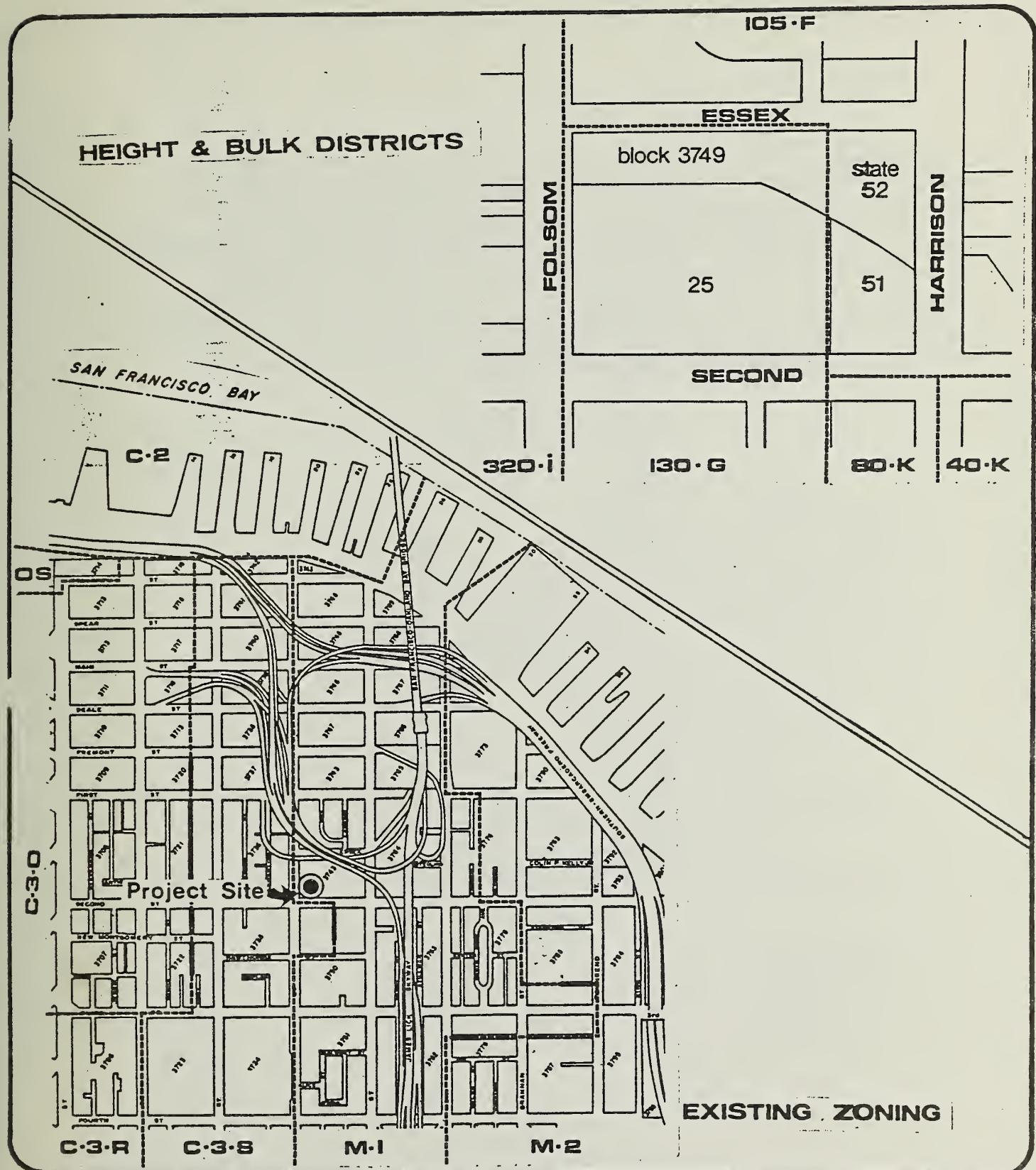


Figure No.1

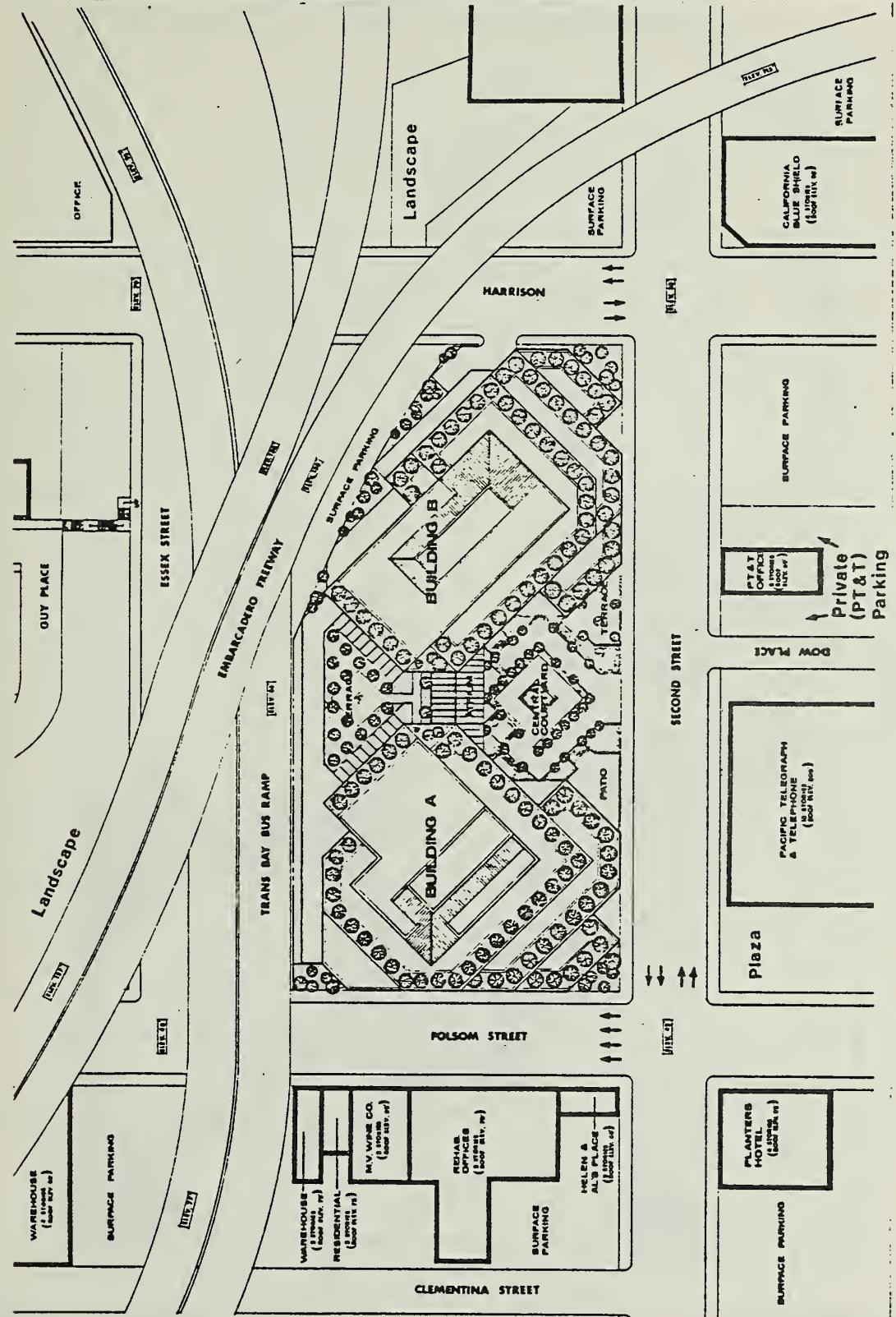


Zoning Data



Figure No. 2

Existing land uses in the immediate vicinity (1 block radius, see Figure 3) include several large office buildings that are similar in height and scale to the proposed project. The PT&T Office Building at 636 Folsom is a 12-story structure with a gross floor area of 429,000 square feet. Other large office buildings include the 12-story PT&T Equipment Building opposite the project site, the 8-story General Electric Buildng on Hawthorne, a 7-story office building at 633 Folsom, and the 5-story United California Bank Operations Center at Folsom and Hawthorne. The project site is bounded on the east by the elevated freeway ramps to the Bay Bridge and the James Lick Freeway. These structures reach an approximate height of 86 feet.



Land Use Map

Scale 0 40 80 160
Feet

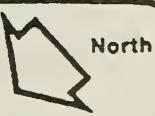
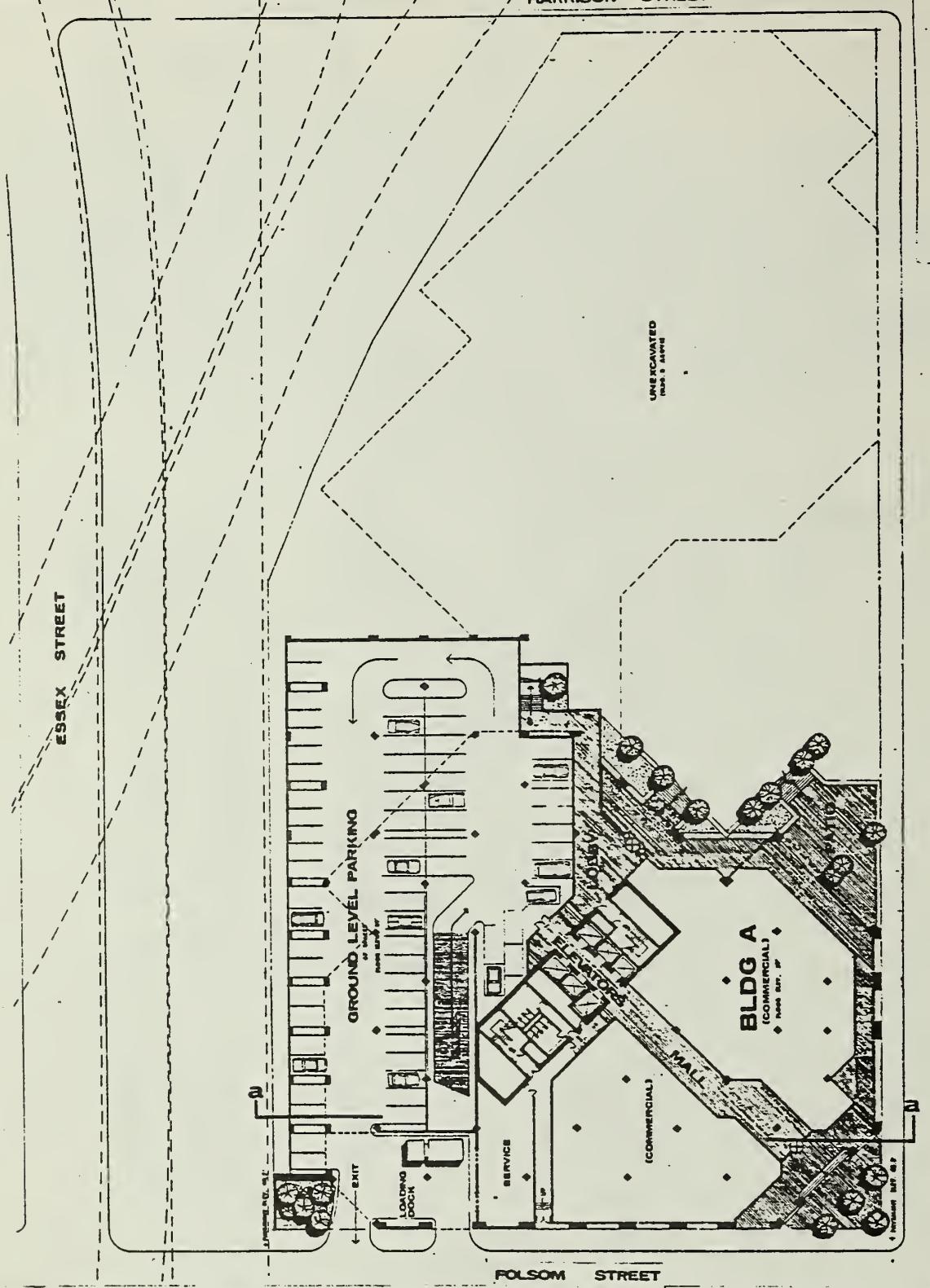


Figure No. 3

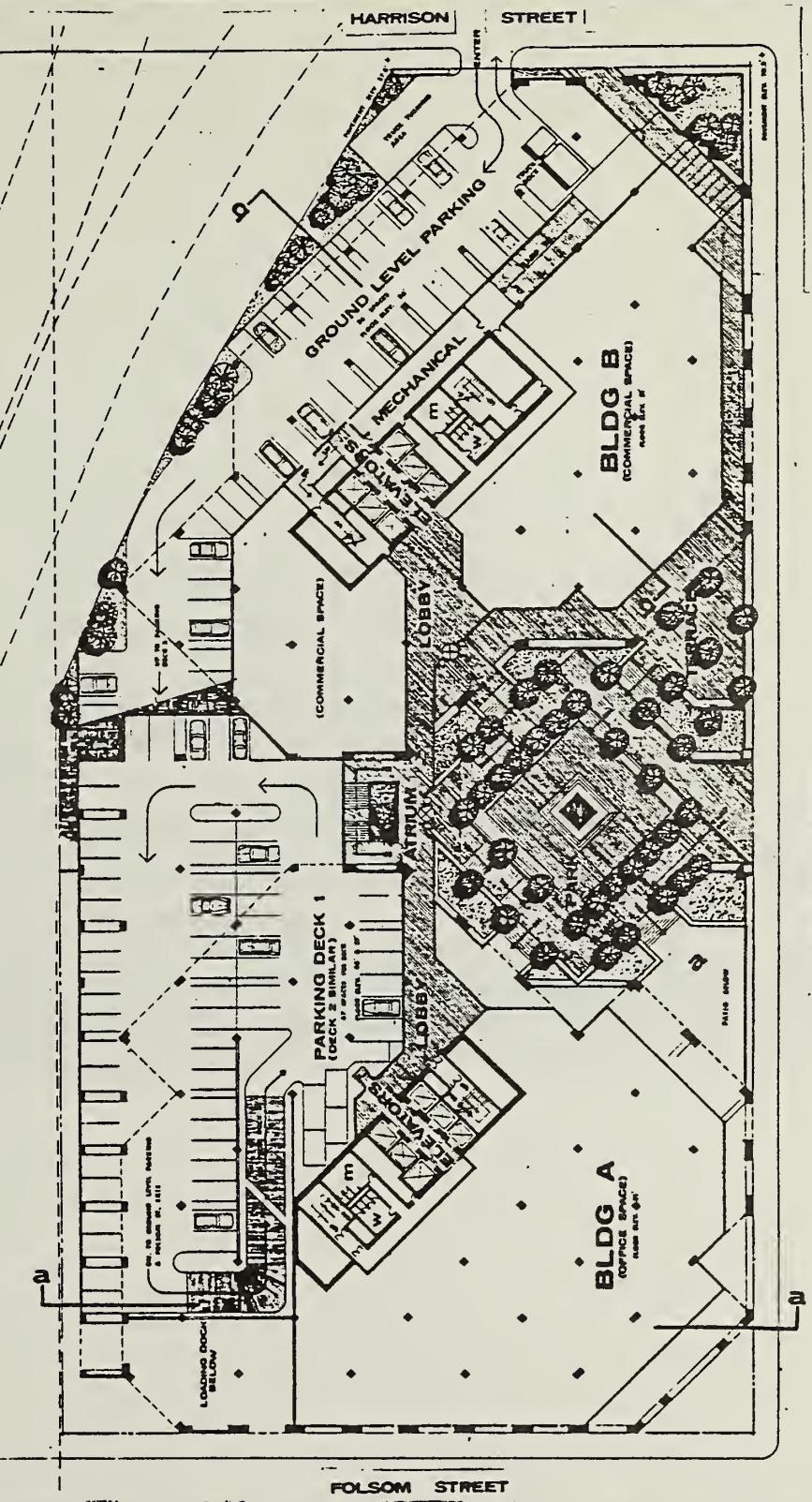


Ground Floor Plan

Note: For Section a-a see Figure 6

Figure No.4

NOTE: Parking Exit onto
Folsom Street (See Figure 4)



First Floor Plan

Note: For Section b-b see Figure 7

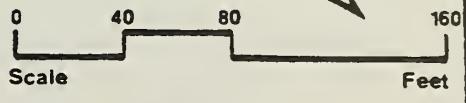
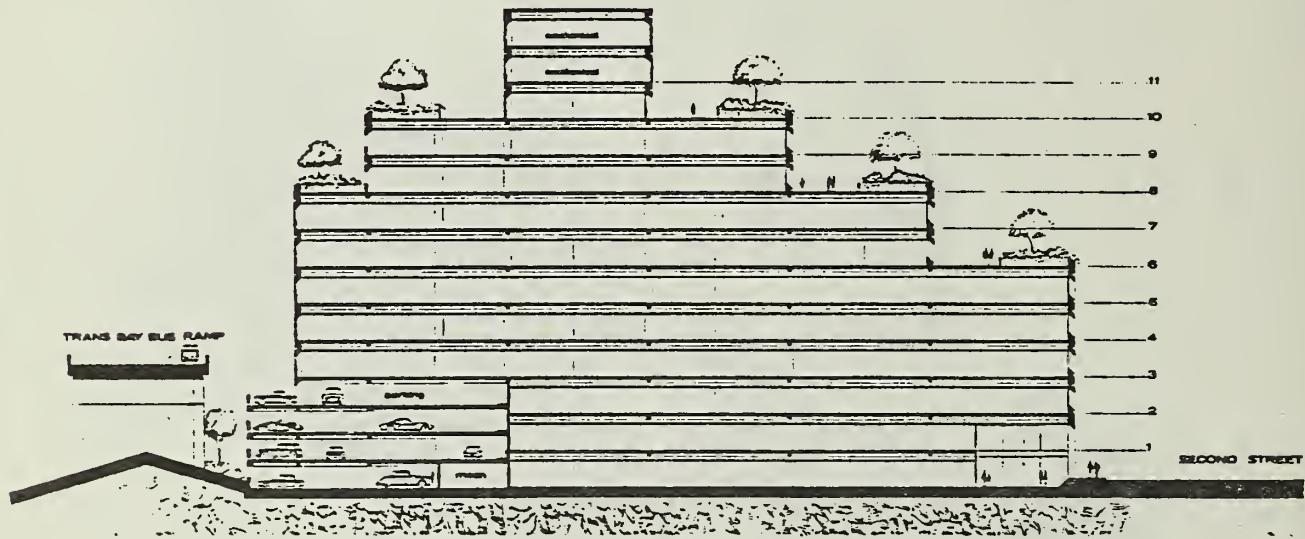
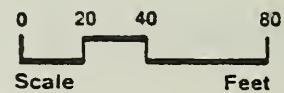
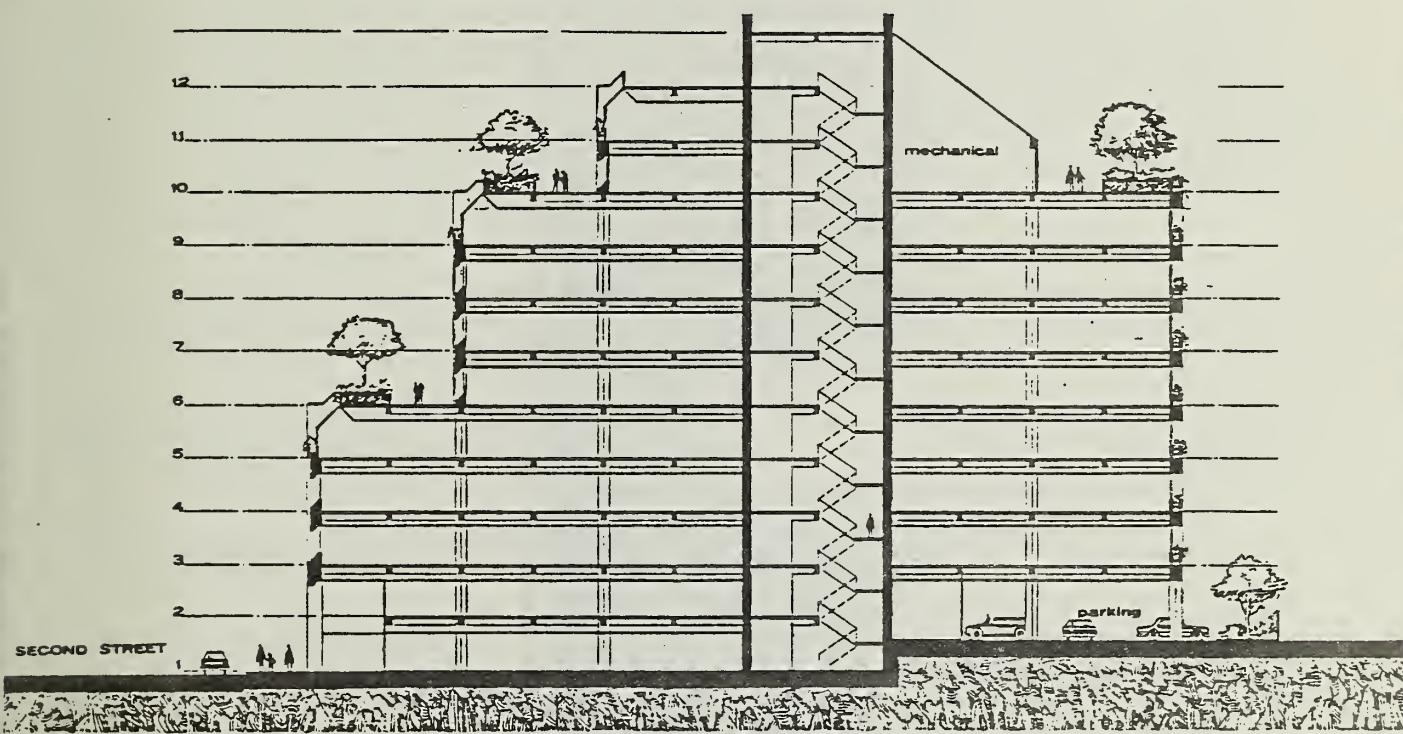


Figure No. 5



Section a-a Building A

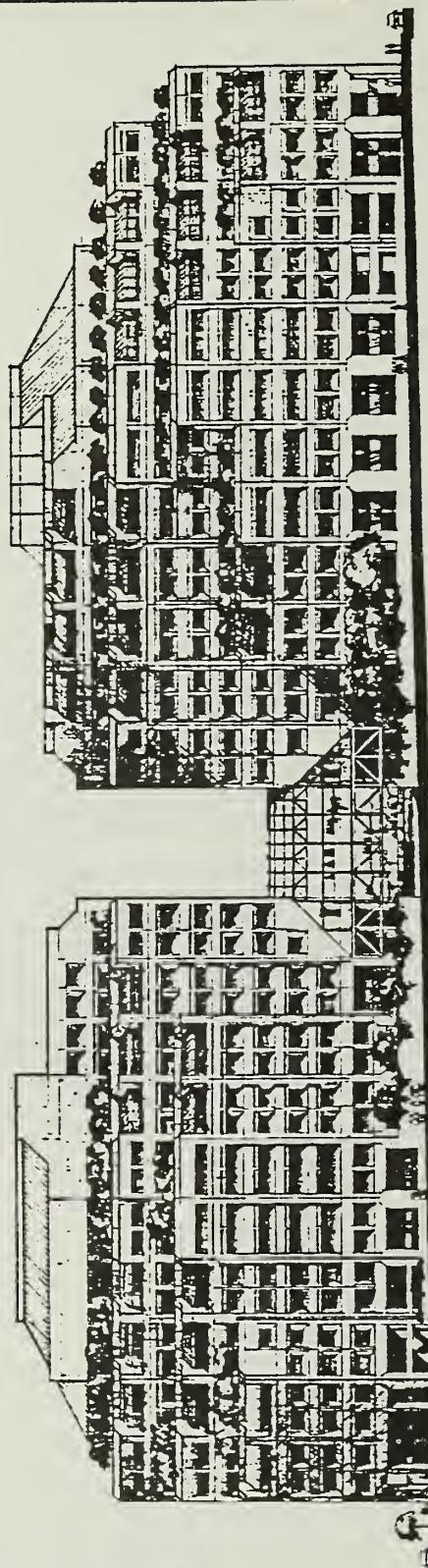




Section b-b Building B

0 20 40 80
Scale Feet

Figure No. 7



Second Street Elevation



II. POTENTIAL ENVIRONMENTAL EFFECTS

Potential environmental issues resulting from the proposed project include compatibility with surrounding land uses, visual quality and urban design, housing impacts generated by increased employment, circulation requirements and effects on existing vehicular and transit systems and parking, construction noise and the impact of freeway noise on the project, cumulative air quality impacts, effects of shadows, effects on utilities and public services, seismic response of the site, and energy demand. These issues will be covered in further detail in the focused EIR.

Potential environmental issues of the proposed project that have been determined to be insignificant, and therefore will not be addressed in the EIR for the project, are described below.

Approvals: The project would not require approval of permits from City Departments other than DCP or BBI, or from Regional, State or Federal Agencies. The project would not conflict with adopted environmental plans and goals.

Visual Quality: Windows would be recessed, and no reflective (mirrored) glass will be used.

Transportation/Circulation: There would be no need for maintenance or improvement or change in configuration of existing public roads or facilities. No new public roads would be constructed.

Air Quality: The proposed project would create no objectionable odors. There would be no burning of any materials.

Wind tunnel tests of the proposed designs do not appear justified.

Biology: The project would have no effect on plant or animal life.

Hazards: The site and the project would neither cause nor be affected by hazardous uses or health hazards.

Cultural: The project would affect no historic site, structure, or building. The project would cause no physical change affecting unique ethnic or cultural values.

Water: The project would not reduce the quality of surface water, would not significantly change runoff, nor change the quality of public water supply, nor quality of groundwater.

Natural Resources: The project would not have a significant effect on the potential use, extraction, conservation, nor depletion of a natural resource.

III. ENVIRONMENTAL EVALUATION CHECKLIST

A. GENERAL CONSIDERATIONS:	<u>Yes</u>	<u>Maybe</u>	<u>No</u>	<u>N/A</u>	<u>Disc.</u> ¹
1. Would the project conflict with objectives and policies in the Comprehensive Plan (Master Plan) of the City?	—	X	—	—	X
2. Would the project require a variance, or other special authorization under the City Planning Code?	X	—	—	—	X
3. Would the project require approval of permits from City Departments other than DCP or BBI, or from Regional, State or Federal Agencies?	—	—	X	—	—
4. Would the project conflict with adopted environmental plans and goals?	—	—	X	—	—

The proposed project would comply with major provisions of the Comprehensive Plan. Master Plan policies will be reviewed in depth during preparation of the EIR. Compliance of the proposed project with the objectives and policies will be an important area of analysis in the EIR.

The proposed project will require conditional use approval as a planned unit development to allow for increased floor area and a reduction in the required parking. Conditional use approval also will be required for exceptions to the bulk provisions.

B. ENVIRONMENTAL IMPACTS:

1. Land Use. Would the proposed projects:

- a. Be different from surrounding land uses? X — — — X
- b. Disrupt or divide the physical arrangement of an established community? — X — — — X

Except for bulk and floor area, the proposed project would be consistent with the project site if zoned C-3-S (see Figure 2) which permits an FAR of 7

¹To be discussed in detail in the subsequent Environmental Impact Report.

to 1. (The proposed FAR would be 5.5 to 1). There is also a 320 foot height limit for the area north of the project site. The PT&T Equipment Building opposite the site is 158 feet in height. The elevated ramps to the Bay Bridge and James Lick Freeway reach a height of 86 feet and form the Eastern boundary to the project site. While there are a number of large buildings and structures in the area such as the 8-story General Electric Office Building, a 7-story office building at 633 Folsom, and the 12-story PT&T office building and 5-story UCB Operations Center on Folsom Street between Second and Third, the pattern of development is generally low rise commercial and industrial buildings between 2-4 stories in height.

The proposed project site is currently zoned M-1 which does allow offices. However, the M-1 district is characterized by more industrial uses.

Compatibility of the proposed project with surrounding land uses will be addressed in the EIR.

2. <u>Visual Quality and Urban Design.</u> Would the proposed project:	<u>Yes</u>	<u>Maybe</u>	<u>No</u>	<u>N/A</u>	<u>Disc.</u>
a. Obstruct or degrade any scenic view or vista open to the public?	—	X	—	—	X
b. Reduce or obstruct views from adjacent or nearby buildings?	—	X	—	—	X
c. Create a negative aesthetic effect?	—	X	—	—	X
d. Generate light or glare affecting other properties?	—	—	X	—	—

No scenic views or vistas from existing residential areas or public lands or city streets would be affected. The proposed project would be partially hidden by the 158 foot PT&T Equipment Building opposite the project site and by the elevated freeway ramps to the Bay Bridge and James Lick Freeway at the back of the site which reach a height of 86 feet. One change in views would be screening of the downtown area from the elevated Freeway and approaches to the Bay Bridge. The visual relationship of the proposed project with Rincon Hill to the northeast and any future development on it is a concern and will be addressed in the EIR.

The office building may partially obstruct views from adjacent or nearby buildings. The project site is against the elevated freeway ramps leading to the Bay Bridge and the James Lick Freeway. These structural elements are approximately 86 feet in height and already limit some views to the east.

Light from the proposed project would not affect other properties. Windows will be recessed, and no reflective (mirrored) glass will be used. Illumination of the plazas and arcades will be accomplished so as not to produce glare. Landscaping at ground level and along the rooftop terraces will help minimize any glare.

3. <u>Population/Employment/Housing:</u> Would the proposed project:	<u>Yes</u>	<u>Maybe</u>	<u>No</u>	<u>N/A</u>	<u>Disc.</u>
a. Alter the density of the area population?	—	X	—	—	X
b. Have a growth-inducing effect?	—	X	—	—	X
c. Require relocation of housing or businesses, with a displacement of people, in order to clear the site?	X	—	—	—	X
d. Create or eliminate jobs during construction and operation and maintenance of the project?	X	—	—	—	X
e. Create an additional demand for housing in San Francisco?	X	—	—	—	X

The proposed project would not alter the residential density of the area population, unless housing is provided on site. Daytime population would increase to a degree not normally expected in an M-1 district.

The proposed project would create additional jobs during the construction and operational phases.

The proposed project may be growth-inducing as it is an employment generator resulting in indirect growth effects, including demand for housing and services and additional demands on streets, freeways, and transit systems.

The site is presently being used for surface parking at the northern and southern end of the property. A 2-3 story concrete and brick structure separates the two parking lots. The building, used for offices, showroom, and warehouse by an office equipment leasing and supply firm, would be demolished.

Additional demand for housing would be created as an indirect effect of increased employment in the downtown area.

4. Transportation/Circulation. Would the construction or operation of the project result in:

- a. Change in use of existing transportation systems? (transit, roadways, pedestrian ways, etc.) X — — — — X
- b. An increase in traffic which is substantial in relation to existing loads and street capacity? — X — — — X
- c. Effects on existing parking facilities, or demand for new parking? X — — — — X

	<u>Yes</u>	<u>Maybe</u>	<u>No</u>	<u>N/A</u>	<u>Disc.</u>
d. Alteration to current patterns of circulation or movement of people and/or goods?	—	X	—	—	X
e. Increase in traffic hazards to motor vehicles, bicyclists or pedestrians?	—	X	—	—	X
f. A need for maintenance or improvement or change in configuration of existing public roads or facilities?	—	—	X	—	—
g. Construction of new public roads?	—	—	X	—	—

Project would increase demand on transit systems and roadways. The project site is readily accessible to all major transportation facilities. Vehicular circulation around the site is provided by Folsom, Second, and Harrison Streets which are the northern, western, and southern boundaries of the site. Folsom Street is a one-way street eastbound with four traffic lanes. Second Street is a north-south street with two lanes of traffic each way. Harrison Street is an east-west street with two lanes of traffic each way which become four lanes one way west bound at Third Street. Second Street also is designated as a transit preferential street. Vehicular traffic during the daytime hours is a moderate flow of cars, trucks and service vehicles. At peak evening commute hours, some congestion occurs in the neighborhood as a result of cars queuing up to enter the Bay Bridge and James Lick Freeway on-ramps which are within one block of the site. The impacts will be quantified in the EIR.

The project site is within 2,000 feet of major public transit facilities. Regional transit stations located within a five block radius include the Transbay Terminal (which is served by AC Transit, Greyhound, SamTrans, and Muni); the Montgomery Street BART Station; and the Southern Pacific Railroad Terminal. Local and regional bus stops are located directly in front of the project site, including Muni and Golden Gate Transit.

Project-generated traffic will be analyzed to existing loads and street and freeway capacity. A transportation analysis will consider cumulative impacts of this and other downtown developments on the street system including the cumulative traffic effects of development on industrial viability.

An existing surface small car parking lot would be removed resulting in a net loss of public parking in the vicinity of the project site.

A number of environmental impact reports have been conducted for proposed projects in the vicinity of the proposed Marathon Project. Parking characteristics were examined within several areas and this data is summarized in Table 1. As indicated in this table, the existing parking supply in the project area is very heavily used. Because a vacancy level of 5-10% is necessary for the normal turnover of parking spaces, the 90-95% occupancy rates reflect parking at capacity.

The future parking characteristics in the project area will reflect the changes in parking supply and demand resulting from other development which has been approved. The effect of high parking demand on industrial viability in the area will be addressed in the EIR.

TABLE 1
Examples of Previous Parking Analyses

<u>Document</u>	<u>Boundaries of Parking Analysis</u>	<u>Parking Supply/Occupancy</u>	
		<u>On Street</u>	<u>Off-Street</u>
Final EIR for 315 Howard St. Office Bldg, 1900	Mission, Bryant, First and Main	659/605 (928)	1772/1605 (918)
Final EIR for Pacific Gateway Office Bldg, 1979	Folsom, First, Stewart, Front and California	921/(908+)	4,260/(953+)
Final EIR for 101 California Office Bldg, 1979	The Embarcadero, Jackson, Montgomery Second and Folsom	N.A.	11,000/10,000 (918)
Final EIR for Yerba Buena Center, 1978	Market, Harrison, Second and Fourth (irregular boundary)	N.A.	5,800/5,400 (938)

The parking surveys were conducted as a part of other recent development. The Final EIR for the Yerba Buena Center¹ determined that the parking demand by the Center would saturate the parking supply within this area. In addition to the Yerba Buena Center the City has identified a total of approximately 7,000,000 square feet of additional downtown office space which has been approved and is slated for occupancy by 1985.² A parking study will be conducted in conjunction with the EIR on this specific project.

Off-street parking spaces are required in M-1 Districts based on the occupied floor area devoted to each type of use. Parking requirements are calculated separately for each type of use. A total of 1,177 off-street parking spaces would be required by the Planning Code for the proposed project. Off-street loading requirements are based on the gross floor area³ devoted to each type of use. Based upon the most recent City guidelines, the proposed project would require 6-10 off-street loading spaces. An analysis of loading needs will be included in the EIR.

Off-street parking spaces have been provided for 300 cars. Marathon Development California, Inc. is preparing a comprehensive transportation program to address all the varied transportation needs (parking, ridesharing, transit, walking, bicycle) for the proposed project. The transportation program would be proposed in lieu of 100 percent of the code required parking and will be described in detail in the EIR. This approach is felt by the sponsor to be more responsive than 100 percent provision of the Code-required parking in meeting the transportation needs of the prospective tenants and employees.

Existing sidewalks along Folsom, Second, and Harrison Streets provide adequate width to accommodate pedestrian circulation around the project site. Pedestrian circulation around the front and sides of the proposed project also would be expanded and enhanced by covered walkways. Pedestrian circulation at the back of the proposed project would be restricted by the elevated freeway ramps. Pedestrian traffic would be primarily from the north along Second Street. An expanded pedestrian analysis will be included in the EIR.

5. Noise

Yes Maybe No N/A Disc.

- a. Would the proposed project result in generation of noise levels in excess of those currently existing in the area? (during construction) X X
- b. Would existing noise levels impact the proposed use? X X
- c. Are Title 25 Noise Insulation Standards applicable? X X

¹FEIR- Yerba Buena Center, San Francisco Department of City Planning, 1978.

²"Guidelines for Environmental Evaluation - Transportation Impacts," San Francisco Department of City Planning, October 1980.

³"Guiding Downtown Development," San Francisco Department of City Planning, May 1981.

Project-generated noise levels would be limited to construction noise and, upon completion, noise generated by mechanical equipment associated with the building. The City's Noise Ordinance requires that noise from mechanical equipment not exceed 60 dBA at the property line. The project sponsor has agreed to meet this requirement. This factor will be addressed in the EIR.

There could be significant noise impacts from the adjacent Freeway and Bay Bridge access ramps. The Transportation Noise Element of the Comprehensive Plan shows the project site to be in an area where the day-night equivalent sound level (Ldn) is 70 to 80 decibels. The siting and orientation of the buildings for the proposed project would help to block freeway traffic noise, thereby reducing noise levels at street level and the central plaza area. A detailed analysis of noise levels and acoustical requirements will be made and ambient noise impacts on the building will be discussed in the EIR. Needed noise insulation measures will be included in the building's final design.

Title 25 applies to new, multi-family residential construction. Should housing be provided on-site (see alternative section below), Title 25 would apply.

6. <u>Air Quality/Climate.</u> Would the proposed project result in:	<u>Yes</u>	<u>Maybe</u>	<u>No</u>	<u>N/A</u>	<u>Disc.</u>
a. Violation of any ambient quality standard or contribution to an existing air quality violation?	—	X	—	—	X
b. Exposure of sensitive receptors to air pollutants?	—	X	—	—	X
c. Creation of objectionable odors?	—	—	X	—	—
d. Burning of any materials including brush, trees, or construction materials?	—	—	X	—	—
e. Alteration of wind, moisture, or temperature (including sun shading effects), or any change in climate, either locally or regionally?	X	—	—	—	X

Construction phase of the proposed project would generate short-term impacts on air quality. Completed project could have cumulative impact on regional air quality due to an increase in Vehicle Miles Traveled.

No sensitive receptors (hospitals, convalescent homes, schools, churches) have been identified in the vicinity of the proposed project. A private Christian High School, "Bridgemont," plans to relocate to Third Street and Harrison. The relationship between this school and the proposed project will be discussed in the EIR.

No objectionable odors are expected to occur from construction or operation of a mid-rise office structure. Any odors that might be generated would be properly abated.

The project site would be exposed to northwesterly winds, the most prevalent direction. Buildings to the northwest are 2 to 4 stories high. The site is partially sheltered from westerly winds. The block across Second Street from the project site is occupied by Pacific Telephone highrise. The block across the Second Street/Folsom Street from the site, directly to the west, contains several 3 to 4 story buildings and two newer highrise buildings.

The revised building design includes characteristics that would reduce the potential for wind accelerations at pedestrian level. The northwest face along Folsom Street would include partial setbacks at the sixth, eighth, tenth and eleventh floors. The setbacks would reduce the volume of wind brought down to street level by the building face.

For westerly winds, the orientation of the two buildings would tend to accelerate winds between the buildings. Such wind acceleration would be above ground-level, however, due to the presence of the atrium. The sheltering effect of the 18-story Pacific Telephone building and the use of setbacks along the Folsom Street facade would reduce the potential for wind accelerations at ground level in the plaza and along Folsom Street under west wind conditions.

The project, although in an exposed location, includes several design features known to reduce ground-level wind accelerations near buildings. The potential for adverse pedestrian comfort impacts appears ¹ low. Wind tunnel tests of the proposed designs do not appear justified.

Project shadows would affect the south side of Folsom Street, the freeway ramps east of the site and the parking garage. The multiple setbacks included in the proposed design would tend to reduce the area of shadow compared to a design using continuous vertical walls. The EIR will present shadow diagrams in an analysis of shadow effects.

7. Utilities and Public Services. Would the proposed project:

	Yes	Maybe	No	N/A	Disc.
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a. Have an effect upon, or result in a need for, new or altered governmental services in any of the following?

fire protection	X				X
police protection	X				X
schools	X				X
parks or other recreational facilities	X				X
maintenance of public facilities	X				X
power or natural gas	X				X
communications systems	X				X
water	X				X
sewer/storm water drainage	X				X
solid waste collection and disposal	X				X

¹Don Ballanti, Certified Consulting Meteorologist, 18 March 1981.

Proposed project may have a cumulative impact upon public services and utilities. Operating departments will be contacted to determine existing levels of service and future capacities. Should residential units be considered on-site (see alternatives section below), an impact on schools and parks could result.

8. Biology

Yes Maybe No N/A Disc.

a. Would there be a reduction in plant and/or animal habitat or interference with the movement of migratory fish or wildlife species?

— — — X — —

b. Would the project affect the existence or habitat of any rare, endangered or unique species located on or near the site?

— — — X — —

c. Would the project require removal of mature scenic trees?

— — — X — —

9. Land. (topography, soils, geology) Would proposed project result in or be subject to:

a. Potentially hazardous geologic or soils conditions on or immediately adjoining the site? (slides, subsidence, erosion, and liquefaction)

— — — X — —

b. Grading? (consider height, steepness and visibility of proposed slopes; consider effect of grading on trees and ridge tops)

— — — X — —

c. Generation of substantial spoils during site preparation, grading, dredging or fill?

— — — X — —

Seismically the site is relatively stable. The site is primarily underlain by highly sheared and fractured shale rock which gradually becomes harder and stronger with depth. The shale contains abundant clay-filled fractures and occasional interbedded layers of hard, graywacke sandstone. At the southern end of the site, the shale is overlain by sandstone at least 6 feet deep in places. The sandstone is relatively massive and significantly harder and stronger than the shale. In the northern end of the site, the bedrock is overlain by fill and natural soil to a depth of approximately 19 to 24 feet. The upper 12 to 15 feet is a medium dense to dense sandy soil. Underlying these sandy soils is a silty, sandy, clay layer.

The project site is relatively level with less than 2 percent slope throughout most of the site. The greatest change in elevation occurs at the southern

end of the site where there is a 5 percent slope along the Harrison Street frontage. In general, the site slopes downward from Harrison Street toward Folsom Street and upward from Second Street toward the Bay Bridge bus ramps.

The proposed project would not generate substantial spoil materials.

10. Water. Would the proposed project result in: Yes Maybe No N/A Disc.

- a. Reduction in the quality of surface water? X
- b. Change in runoff or alteration to drainage patterns? X
- c. Change in water use? X X
- d. Change in quality of public water supply or in quality or quantity (dewatering) of groundwater? X

Site is currently impermeable due to coverage of site with asphalt parking lot. There could be possible change in runoff/drainage patterns from structure.

There would be cumulative increase in water usage; however, given normal precipitation, San Francisco has adequate collection and distribution facilities to handle a 65% increase in downtown building space by the year 2000.¹

11. Energy/Natural Resources. Would the proposed project result in:

- a. Any change in consumption of energy? X X
- b. Substantial increase in demand on existing energy sources? X X
- c. An effect on the potential use, extraction, conservation or depletion of a natural resource? X

Preliminary projections indicate the proposed project would require approximately 2.5 million BTU/hour for Building A and 2.2 million BTU/hour for Building B for space heating/cooling based on an average room temperature of 70 degrees. Lower average room temperatures in winter would require fewer BTU/hour. The estimated electrical lighting load converted to BTUs would require 1.6 million BTU/hour for Building A and 1.4 million BTU/hour for Building B. Total energy consumption would be less than the maximum 126,000 BTUs per gross square foot of heated and cooled floor space per year established by the California Energy Commission. The gallery could act as a greenhouse and

¹Downtown San Francisco Conservation and Development Planning Program Phase I Study, Sedway/Cooke, assisted by San Francisco Department of City Planning, October 1979, page 55.

solar collector to augment the building's heating and cooling systems. This potential function of the gallery will be evaluated in the EIR. The proposed project would be designed to comply with Title 24 guidelines regarding energy conservation standards for non-residential buildings.

Energy usage by the proposed project would be comparable to existing downtown office structures. Potentially a "substantial" increase.

The proposed project's cumulative impact on nonrenewable resources such as oil and gas, and renewable resources such as wood, would be insignificant in proportion to the usage patterns of the State and City as a whole.

12. Hazards. Would the proposed project result in: Yes Maybe No N/A Disc.

- a. Increased risk of explosion or release of hazardous substances (e.g., oil, pesticides, chemicals or radiation), in the event of an accident, or cause other dangers to public health and safety? X
- b. Creation of or exposure to a potential health hazard? X
- c. Possible interference with an emergency response plan or emergency evacuation plan? X

13. Cultural. Would the proposed project:

- a. Include or affect a historic site, structure, or building? X
- b. Include or affect a known archaeological resource or an area of archaeological resource potential? X X
- c. Cause a physical change affecting unique ethnic or cultural values? X

The Archaeological Clearing House records and other sources will be checked to verify the non-existance of archaeological resources.

C. MITIGATION MEASURES:

Yes No Disc.

- a. Are mitigation measures included in the project? X X
- b. Are other mitigation measures available? Possible if need is identified

The project sponsor and architect have stated their intent to incorporate all reasonable and appropriate mitigation measures that are identified during the course of the environmental study process for this project. Many of the suggestions made by City officials in early meetings with City officials have been incorporated into the current design.

D. ALTERNATIVES:

<u>Yes</u>	<u>No</u>	<u>Disc.</u>
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a. Were alternatives considered:

<u>X</u>	<u> </u>	<u>X</u>
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Several alternatives to the proposed project are under consideration:

1. The no-project alternative would retain the existing surface parking lot. The existing 2-3 story structure would remain on the site.
2. A mixed-use alternative will consider the possible inclusion of housing units in the proposed project. Such housing units would be undertaken as mitigation of housing needs caused by the office project. This alternative would be designed to fit within the base density allowed for the site.
3. An off-site housing alternative will be considered also as a mitigation of any housing needs.
4. An alternative use project, as allowed by the current M-1 zoning, will be addressed, including compliance with bulk regulations. This alternative will address the predominant uses of industrial or housing on the site.
5. An alternative design will be addressed which complies with all provisions of the Planning Code including off-street parking.

MANDATORY FINDINGS OF SIGNIFICANCE:

1. Does the project have the potential to degrade the quality of the environment, substantially reduce the habitat of a fish or wildlife species, cause a fish or wildlife population to drop below self-sustaining levels, threaten to eliminate a plant or animal, or eliminate important examples of the major periods of California history or prehistory?

<u> </u>	<u>X</u>	<u> </u>
----------	----------	----------
2. Does the project have the potential to achieve short-term, to the disadvantage of long-term, environmental goals?

<u> </u>	<u>X</u>	<u> </u>
----------	----------	----------

	<u>Yes</u>	<u>No</u>	<u>Disc.</u>
3. Does the project have possible environmental effects which are individually limited, but cumulatively considerable? (Analyze in the light of past projects, other current projects, and probable future projects?)	<u>X</u>	—	—
4. Would the project cause substantial adverse effects on human beings, either directly or indirectly?	—	<u>X</u>	—
5. Is there a serious public controversy concerning the possible environmental effect of the project?	—	<u>X</u>	—

On the basis of this initial evaluation:

— I find the proposed project COULD NOT have a significant effect on the environment, and a NEGATIVE DECLARATION will be prepared by the Department of City Planning.

— I find that although the proposed project could have a significant effect on the environment, there WILL NOT be a significant effect in this case because the mitigation measures, numbers , in the discussion have been included as part of the proposed project. A NEGATIVE DECLARATION will be prepared.

✓ I find that the proposed project MAY have a significant effect on the environment, and an ENVIRONMENTAL IMPACT REPORT is required.



Robert W. Passmore
Assistant Director-Implementation

for

Dean L. Macris
Director

Date: 5/12/81

INITIAL STUDY
MARATHON OFFICE PROJECT
SECOND AND FOLSOM STREETS
SAN FRANCISCO, CALIFORNIA

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Neighborhood Coordinator

Sierra Club
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San Francisco, CA 94105
Attn: Becky Evans

John Sanger Associates
2340 Market Street
San Francisco, CA 94114

ADJACENT PROPERTY OWNERS

San Francisco Redevelopment
Agency
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San Francisco, CA

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181 South Park
San Francisco, CA 94107

Donald & Carol Sandy, et.al.
c/o James Babcock
1349 Larkin Street
San Francisco, CA 94109

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600 South Spring Street, #16
Los Angeles, CA 90014

Robert Wolfe & Gerald Ganz
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Eve Horn
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San Francisco, CA 94108

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San Francisco, CA 94105

Wilma Investments
c/o Linda M. Hayes
866 Balboa Lane
Foster City, CA 94404

George & Evelyn Kosmak
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c/o Supervisor of Taxes
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San Francisco, CA 94105

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Braemar Holdings Corporation SA
592 Vallejo Street #1
San Francisco, CA 94133

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1598 Union Street
San Francisco, CA 94123

Melvin M. & Richard L. Swig
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California & Mason Streets
San Francisco, CA 94108

Nellie Wineroth, et.al.
210 Post Street
San Francisco, CA 94108

645 Associates
c/o Martin Zankel
611 Front Street
San Francisco, CA 94111

Robert A. & Helen Schwartz, et.al.
Joseph N. Wineroth Jr.
210 Post Street, #502
San Francisco, CA 94108

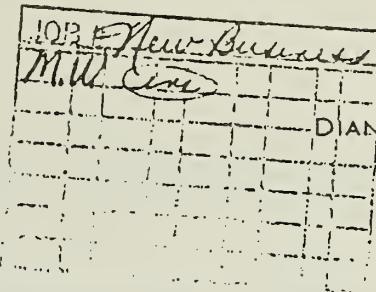
U.S. Enterprise Corporation
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OFFICE OF THE MAYOR
SAN FRANCISCO

BOLLES ASSOCIATES

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APPENDIX B

MAYOR DIANNE FEINSTEIN

Thursday, April 9, 1981

A SIX-POINT PROGRAM FOR EXPANDING HOUSING IN SAN FRANCISCO

In San Francisco a young person just starting out in a job or career may have high expectations except for one thing - buying a home. For an older person on a fixed income, just paying the rent can be a monthly ordeal. The old American dream of securely having a decent place to live has become a nightmare of skyrocketing costs. The housing crisis presses on the very marrow of the City. Its origins lie in the national fever of inflation, escalating interest rates and rising land and building costs. But it is compounded and made all the more severe by the City's compact size, the lack of room to expand, or, indeed, the space to develop.

The demand for housing is unrelenting. Vacancies are all but non-existent. The prices of condominiums and houses soar. Rents are the highest in history. Over 2000 new households enter the City each year, but annually less than 1000 new housing units are built. San Francisco's costs for housing are 76% above the national average, the highest in America except for Honolulu. Over the past five years, the price of housing has risen 2-1/2 times faster than salaries.

The rising cost of housing threatens the very cohesiveness that gives balance and stability to this or any city. The pressures of price can be as devastating as the forces mounting along an earthquake fault, for they can divide a city between the very rich in the secure luxury of their elaborate homes and the very poor in the despair and desolation of substandard buildings. Others, from the stabilizing middle - wage earners, young families, junior executives, all productive and

industrious, are forced to scatter to the suburbs, crowding into the City to work during the day and leaving large sections empty and lifeless at night and on weekends.

This is intolerable. Yet, the federal budget cutters, instead of confronting the housing crisis here and throughout the United States, merely aggravate it by the ruthless elimination of vital housing programs. Recent budget cuts virtually wipe out federal subsidies to construct or rehabilitate housing for lower-income persons. This year alone, the loss of federal funds will guillotine plans to add 550 low or moderate income units in San Francisco.

We cannot endure the indifference of far away Washington, D.C. Through Congress and the United States Conference of Mayors, we'll continue to crusade for useful housing programs. We will not turn our back on the housing crisis. With resilience and resourcefulness, and a determined self-reliance, we must develop a comprehensive housing program of our own -- to build where possible, to subsidize where practical, to encourage rehabilitation.

Where others may retreat and abdicate the ageless dream for decent and affordable housing, we in San Francisco must mobilize our resources, draw on our ingenuity and zest for enterprise, channel our concern for the welfare of others in a sound and solid commitment for more and better housing.

Decent housing is fundamental to the American way where hope triumphs over despair and opportunity over hopelessness, and it shall not be neglected here in San Francisco. I give my utmost commitment to marshalling this community into an all-out program for improved housing.

This program, which I put before you today, encompasses a broad strategy in six detailed components:

- 1) Develop mixed use housing downtown.
- 2) Require high-rise developers to construct or rehabilitate housing throughout the City.
- 3) Develop the Van Ness Corridor, Rincon Hill and other underdeveloped sites.
- 4) Speed-up development of housing on publicly-owned lands.
- 5) Promote sale of \$60-million in tax-exempt mortgage revenue bonds for affordable housing.
- 6) Evaluate legalizing secondary (in-law) units.

Taken together, these six elemental components will produce 21,000 units, at all price ranges, over the next decade. This will be housing largely produced by the City's own bootstraps. To produce 20,000 units by 1985, as voters mandated last year, will require more than the City alone can provide. The goal unquestionably is monumental, and the City can meet it only with help. The help must come from private industry, drawing on the natural attraction of San Francisco as a splendid place in which to live. But, in large measure, help must come from the Federal government. The housing shortage is national in scope, and the national government must reassure the obligation to help house the elderly and the needy and to assist working men and women with low-interest mortgages. If this City, or any City, is to produce affordable housing, the Federal government must be a working partner. It must restore many of the vital subsidies and programs so zealously and drastically cut by the new Administration. The essential initiative for housing rests now with the City.

We must now move to new frontiers of effort here in San Francisco, and I recommend for your consideration these six integral components of a housing program outlined above and detailed in what follows.

1. Provide Bonuses for Housing in the Downtown

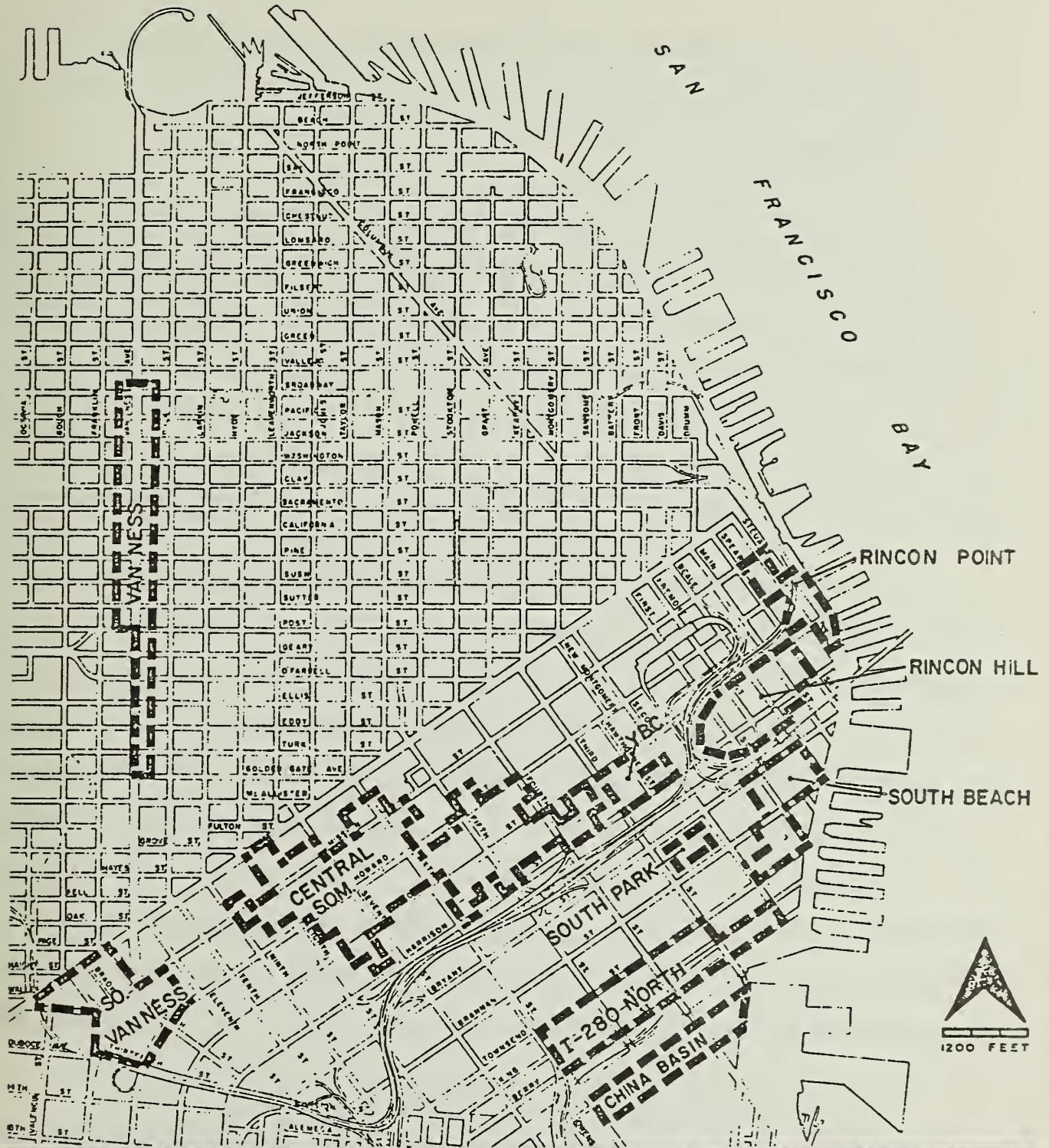
I have long advocated mixed residential/office building development in the heart of our downtown. Such development would both provide needed housing and would also add vitality to an area that lacks life at night and on weekends. I am pleased that for the first time since the Fox Plaza was constructed in the early 1960s proposals are emerging for major mixed residential/office projects downtown at Market and Montgomery, and also on the Dollar block. To further encourage this mixed-use development in the downtown area, I am asking the Department of City Planning to create a set of permanent incentives to encourage housing in the downtown C-3 zoning districts by providing bonuses in floor area ratio and in height limits in exchange for more housing.

2. Couple Housing Development with Downtown Growth

New office development, in addition to creating some 10,000 new jobs a year, also creates a demand for additional housing. Environmental Impact analyses suggest that 40% of these new jobs go to San Franciscans. Increased demand escalates housing costs and rents. The City Planning Commission is now attempting to assure that developers provide additional housing to meet the increased demand brought on as a direct consequence of building new commercial office space. Recent approvals of new office buildings have been coupled with a commitment by the developer to develop housing within the City.

The Bay Area Council recently pointed out that a solution to the housing crisis is vital to the future economic health of the region. I couldn't agree more. We must ask the entire San Francisco development community to participate in providing new housing in partnership with the City.

The City's obligation should be to guarantee (1) that sufficient land is made available for housing through appropriate zoning of private property and the sale of



AREAS FOR NEW RESIDENTIAL DEVELOPMENT

surplus publicly-owned properties, and (2) that the processing of permits for housing is expedited. The development community must employ its entrepreneurial skills to create new housing.

Specifically, I am asking the Department of City Planning to prepare an ordinance requiring, as a condition of approval of new office buildings, that developers be required to provide a specific ratio of new or rehabilitated housing. Consideration should be given to the possibility of bonuses. The housing could be either on, or adjacent to, the site. It could be located elsewhere, or existing vacant dwelling units that qualify could be rehabilitated. The number of housing units required should be based on the extent of increased housing demand created by the new building.

As a corollary, we will explore the creation of a local Housing Development Bank to which a developer could contribute as an alternative for those who elect not to provide housing directly. This local development bank would serve as a financing agency to bankroll housing development throughout San Francisco. Its purposes would be to fund low and moderate income housing wherever possible, replacing the loss of new subsidized units we face, due to federal cutbacks of all our Section 8 (400 new units of low income) and Section ~~312~~ (150 units of rehabilitated low income) programs. Additionally, I am requesting that the Planning Commission re-examine the present inclusionary zoning requirements of 10% low income housing for each development of 50 units or more now that federal subsidies to build these units are no longer available.

3. Encourage Housing Development on Underused Sites Near Downtown

Underused areas close to downtown represent a major untapped housing resource. The Department of City Planning has identified five such areas in close proximity to downtown, where substantial numbers of new housing units could be added without large-scale displacement of existing uses or jobs. (See accompanying map.) I am asking the Department of City Planning to undertake appropriate rezoning of these areas to encourage housing development.

(a) Van Ness Avenue -- I envision the future development of the Van Ness/ South Van Ness Corridor as a major residential boulevard with mixed use development stepped back to preserve light and air. Underused, vacant, or otherwise available sites on Van Ness now exceed 9 acres. They could accommodate nearly one thousand new housing units. The Opera Plaza Redevelopment Project will have a major ripple effect on future housing, providing the first major new housing to be built on Van Ness in many years. We are working with the owners of other property on Van Ness to create a practical action plan for development and improvement of additional housing opportunities.

(b) Rincon Hill -- this area contains approximately 100 acres of under-developed land, which could accommodate several thousand units of desirable high density housing, with dramatic views of the Bay and the financial district. Much of this land is owned by the state or federal government and is currently underutilized. It could be made available and developed for housing without significant displacement of people. Its proximity to the Bay Bridge presents a challenge in terms of buffering the traffic noise, but I am advised it can be done. We are prepared to help sponsor a major housing component for Rincon Hill.

(c) West of YBC -- the area generally bounded by 4th, 7th, Howard and Bryant is a mixed commercial/light industrial/ residential area that inevitably will be subject to development pressures as the Yerba Buena Center Project expands. There has already been an infusion of new housing in the form of mid-rise, subsidized housing for the elderly. The Department of City Planning has identified a number of sites in this area that are now used for surface parking or other low intensity uses that could be rebuilt through private market forces without significant displacement of people. These sites total 46 acres, which, over time, would make excellent locations for mixed commercial/residential development. I am asking the Planning Commission to re-examine the zoning of this area to encourage housing development.

(d) I-280 North -- Another major area of housing opportunity is immediately north of I-280, from 2nd to 9th Streets. It includes the Southern Pacific passenger terminal and tracks, some aging freight warehouses, a Recreational Vehicle park, and a block owned by CalTrans for proposed extension of I-280. In all, it comprises some 53 acres of prime real estate. Its proximity to downtown and good weather makes it a superb residential location if some of the environmental and engineering problems posed by the rail tracks and the freeway can be solved---and I'm confident they can be solved.

Philadelphia and Chicago are examples of cities that built housing on air rights over railroad tracks. Boston has undertaken major new development in an area containing both freeway ramps and rail tracks. I believe it can happen here as well. We can provide thousands of new housing units within walking distance of the central business district. The size of the site makes it possible to create an in-town community without displacement of either people or jobs. In addition, it may be possible to develop the southern edge of China Basin Channel with several hundred units of housing without interference to railroad operations or intensified use of the remaining Southern Pacific property.

Southern Pacific is currently in the process of developing a master plan for these properties. This administration looks forward to working closely with Southern Pacific to provide a maximum amount of housing in this unique area.

4. Speed Up Development of Housing on Publicly-Owned Land

Public agencies constitute the major land owner in the City. All of this property is not needed for public purposes. I have instructed the Mayor's Housing Policy Group (comprised of the heads of the City's Housing agencies) to prepare a list of publicly-owned sites which could be made available for housing development and to prepare a program for marketing this property. This will involve a realistic assessment of the City's continued need for the land and determination of whether it

could be developed with housing consistent with continued public use (for example, new housing over a public parking garage).

(a) Municipal Railway Bus Yards and Pier 45 -- There are several properties under the jurisdiction of the Public Utilities Commission and the Port Commission which should be made available for housing as soon as possible.

Muni Bus Yards -- I am asking the PUC to expedite planning the relocation of the Kirkland bus yard and decking of the Presidio trolley yard. The topography of the Presidio site is such that it would be possible to add a second level for bus storage and a third level for housing without blocking views or adversely affecting the character of the surrounding residential areas. It would then be possible to move most of the buses from Kirkland to Presidio (with the remainder being relocated South of Market), thus releasing Kirkland for housing. In this way, we could improve the operating efficiency of Muni and, at the same time, provide hundreds of needed housing units.

Pier 45 -- The Port recently reported that the location of large scale fish processing facilities on Pier 45 would not be economically feasible and is currently considering alternative uses.

The Fisherman's Wharf area has become an international tourist center, overshadowing its historic use as a work place and place of residence. There is a danger of over-commercialization of the area if future development is confined to restaurants, hotels, and boutiques. Housing could contribute to the Wharf's appeal as well as provide very needed and attractive living spaces. This is one of the few piers on the waterfront where it would be possible to provide housing consistent with State law and BCDC regulations. Therefore, I am requesting the Port Commission to prepare a careful and sensitive plan for development of Pier 45 with a major housing component.

(b) Redevelopment Land -- I am also asking the Redevelopment Agency, as a major provider of land for new housing in the City, to accelerate its efforts to market sites in existing project areas which are earmarked for housing. In all we have programmed more than 5600 new housing units in redevelopment projects:

YBC	1600
Rincon Point/South Beach	2500
Western Addition	800
Hunter's Point	<u>700</u>
Total	5600

A new residential neighborhood is to be created in the area along the waterfront south of the Bay Bridge, historically called South Beach. I was one of the originators of the idea of creating a new neighborhood here when I served as a member of the BCDC committee which prepared the Special Area Plan for our Northeastern Waterfront. I am delighted that the Board of Supervisors adopted the Redevelopment plan for two sub-areas, Rincon Point and South Beach, which are designed to accommodate approximately 2500 new housing units for people of all incomes and provide parks, services and other amenities.

Substantial amounts of additional housing are scheduled to be provided in Yerba Buena Center. At a minimum, 1600 more new units are to be built, and perhaps as many as 2000. More than 1500 units are currently scheduled for construction in the Western Addition and Hunters Point projects.

5. Tax-Exempt Mortgage Program -- In order to allow more San Franciscans to participate in the home ownership market, we are completing plans to sell a \$60-million tax-exempt mortgage revenue bond issue by late summer or early fall. This program will help 1000 moderate-and middle-income families become homeowners in the first year alone.

The program we are proposing would couple the tax-exempt bond proceeds with private and foundation investment to create a mortgage fund. This will allow a moderate income house buyer to get a significantly reduced mortgage interest rate. In turn, the buyer would share the potential appreciation of the house at the time the unit is sold. I might add that this would be the first such effort in the country without direct public subsidies. The reason for the private money (foundation and other) is to enable the program to reach families in the lower income categories.

Specifically, I envisage a program which includes the following provisions:

(a) At least 50% of the mortgage money would be made available to potential purchasers with incomes below \$18,700, (this is 80% of the median income of a family of four). The other half would be made available to families with incomes up to \$35,000 (or 150% of the median).

(b) At least 300 of the roughly 1000 units we hope to assist in the first year would be set aside for new construction, or substantial rehabilitation, so that we are expanding the supply at the same time we are making it more affordable.

The Office of Community Development is already working with a team of bond underwriters on this effort. The effect of new federal legislation and fluctuating circumstances in the bond market make it imperative that the City coordinate this new program with other housing finance programs. To assure consistent actions, I am designating the Office of Community Development to coordinate all of the City's tax-exempt financing efforts in housing. In this way, we will be able to link our financing programs with housing development.

6. Consider in certain instances legalizing secondary units

It is estimated that San Francisco has thousands of illegal secondary housing units. The legalization of these units and the creation of additional secondary

units remains controversial, although many believe that a policy of secondary unit development would produce the largest amount of additional housing in a short time span. However, many neighborhoods have justified concern about the impact of such a policy on parking, density, and the general livability of the area. Such a policy may be appropriate and acceptable in some neighborhoods and not others. We should examine the possibilities.

In order to do this, I am asking the Planning Director to prepare a policy for creating secondary housing units on a neighborhood-by-neighborhood basis in full cooperation with neighborhood organizations.

These six actions that I have recommended will produce substantial new housing for San Franciscans. Clearly, if our economy is to continue to prosper, we must proceed with a reasonable level of development that produces jobs and income. But growing economically means that housing opportunities must keep pace. The actions outlined here represent many new and innovative ways of accelerating and encouraging housing production---and these actions can be taken quickly without disrupting our existing neighborhoods.

These new actions are in addition to ongoing housing programs now in place. During the past two months, San Francisco received an Urban Development Action Grant to underwrite the acquisition and rehabilitation of four residential hotels in the Tenderloin. Nearly 500 residential units will be improved and rented at reasonable rates.

We have initiated a program to defer rehabilitation loan payments in certain cases. This program is available to low and moderate income homeowners and owners of rental properties with low and moderate income tenants.

We have also initiated a program making it possible for non-profit corporations to acquire sites to construct or to rehabilitate housing for low and moderate income

residents.

Unquestionably, what is required is the cooperation of all segments of our community---particularly the development and financial communities---which must play a major part in solving our common problem.

In the weeks and months to come, the appropriate city departments will work with the private sector to make these proposals a reality. I look forward to the creation of a new supply of housing that will meet the needs of all San Franciscans---rich and poor alike.

APPENDIX C

FUNDAMENTAL CONCEPTS OF ENVIRONMENTAL NOISE

This section provides background information to aid in understanding the technical aspects of this report.

Three dimensions of environmental noise are important in determining subjective response. These are:

- a. the intensity or level of the sound;
- b. the frequency spectrum of the sound;
- c. the time-varying character of the sound.

Airborne sound is a rapid fluctuation of air pressure above and below atmospheric pressure. Sound levels are usually measured and expressed in decibels (dB), with 0 dB corresponding roughly to the threshold of hearing.

The "frequency" of a sound refers to the number of complete pressure fluctuations per second in the sound. The unit of measurement is the cycle per second (cps) or Hertz (Hz). Most of the sounds which we hear in the environment do not consist of a single frequency, but of a broad band of frequencies, differing in level. The quantitative expression of the frequency and level content of a sound is its sound spectrum. A sound spectrum for engineering purposes is typically described in terms of octave bands which separate the audible frequency range (for human beings, from about 20 to 20,000 Hz) into ten segments.

Many rating methods have been devised to permit comparisons of sounds having quite different spectra. Fortunately, the simplest method correlates with human response practically as well as the more complex methods. This method consists of evaluating all of the frequencies of a sound in accordance with a weighting that progressively and severely deemphasizes the importance of frequency components below 1000 Hz, with mild deemphasis above 5000 Hz. This type of frequency weighting reflects the fact that human hearing is less sensitive at low frequencies and extreme high frequencies than in the frequency midrange.

The weighting curve described above is called "A" weighting, and the level so measured is called the "A-weighted sound level", or simply "A-level".

The A-level in decibels is expressed "dBA"; the appended letter "A" is a reminder of the particular kind of weighting used for the measurement. In practice, the A-level of a sound source is conveniently measured using a sound level meter that includes an electrical filter corresponding to the A-weighting curve. All U.S. and international standard sound level meters include such a filter.

Although the A-level may adequately describe environmental noise at any instant in time, the fact is that the community noise level varies continuously. Most environmental noise includes a conglomeration of distant noise sources which

creates a relatively steady background noise in which no particular source is identifiable. These distant sources may include traffic, wind in trees, industrial activities, etc. These noise sources are relatively constant from moment to moment, but vary slowly from hour to hour as natural forces change or as human activity follows its daily cycle. Superimposed on this slowly varying background is a succession of identifiable noisy events of brief duration. These may include nearby activities or single vehicle passages, aircraft flyovers, etc., which cause the environmental noise level to vary from instant to instant.

To describe the time-varying character of environmental noise, the statistical noise descriptors L10, L50, and L90 are commonly used. The L10 is the A-weighted sound level equaled or exceeded during 10 percent of a stated time period. The L10 is considered a good measure of the "average peak" noise. The L50 is the A-weighted sound level that is equaled or exceeded 50 percent of a stated time period. The L50 represents the median sound level. The L90 is the A-weighted sound level equaled or exceeded during 90 percent of a stated time period. The L90 is used to describe the background noise.

As it is often cumbersome to describe the noise environment with these statistical descriptors, a single number descriptor called the Leq is also widely used. The Leq is defined as the equivalent steady-state sound level which in a stated period of time would contain the same acoustic energy as the time-varying sound level during the same time period. The Leq is particularly useful in describing the subjective change in an environment where the source of noise remains the same but there is change in the level of activity. Widening roads and/or increasing traffic are examples of this kind of situation.

In determining the daily measure of environmental noise, it is important to account for the difference in response of people to daytime and nighttime noises.

During the nighttime, exterior background noises are generally lower than the daytime levels. However most household noise also decreases at night and exterior noises become very noticeable. Further most people are sleeping at night and are very sensitive to noise intrusion.

To account for human sensitivity to nighttime noise levels a descriptor, Ldn, (day-night equivalent sound level) was developed. The Ldn divides the 24-hour day into the daytime of 7 am to 10 pm and the nighttime of 10 pm to 7 am. The nighttime noise level is weighted 10 dB higher than the daytime noise level. The Ldn, then, is the A-weighted average sound level in decibels during a 24-hour period with 10 dBA added to the hourly Leqs during the nighttime. For highway noise environments the Leq during the peak traffic hour is approximately equal to the Ldn.

The effects of noise on people can be listed in three general categories:

- 1) subjective effects of annoyance, nuisance, dissatisfaction;
- 2) interference with activities such as speech, sleep, learning;
- 3) physiological effects such as startle, hearing loss.

The sound levels associated with environmental noise, in almost every case, produce effects only in the first two categories. Unfortunately, there is as yet no completely satisfactory measure of the subjective effects of noise, or of the corresponding reactions of annoyance and dissatisfaction. This is primarily because of the wide variation in individual thresholds of annoyance, and habituation to noise over differing individual past experiences with noise.

Thus, an important parameter in determining a person's subjective reaction to a new noise is the existing noise environment to which one has adapted: the so-called "ambient" noise. "Ambient" is defined as "the all-encompassing noise associated with a given environment, being a composite of sounds from many sources, near and far". In general, the more a new noise exceeds the previously existing ambient, the less acceptable the new noise will be judged by the hearers.

With regard to increases in noise level, knowledge of the following relationships will be helpful in understanding the quantitative sections of this report:

- a) Except in carefully controlled laboratory experiments, a change of only 1 dBA cannot be perceived.
- b) Outside of the laboratory, a 3-dBA change is considered a just-noticeable difference.
- c) A change in level of at least 5 dBA is required before any noticeable change in community response would be expected.
- d) A 10-dBA change is subjectively heard as approximately a doubling in loudness, and would almost certainly cause an adverse change in community response.

APPENDIX D

LEVELS OF SERVICE DEFINITIONS FOR SIGNALIZED INTERSECTIONS*

Level of Service A

Level of Service A describes a condition where the approach is an intersection appears quite open and turning movements are made easily. Little or no delay is experienced. No vehicles wait longer than one red traffic signal indication. The traffic operation can generally be described as excellent.

Level of Service B

Level of Service B describes a condition where the approach to an intersection is occasionally fully utilized and some delays may be encountered. Many drivers begin to feel somewhat restricted within groups of vehicles. The traffic operation can generally be described as very good.

Level of Service C

Level of Service C describes a condition where the approach to an intersection is often fully utilized and back-ups may occur behind turning vehicles. Most drivers feel somewhat restricted, but not objectionably so. The driver occasionally may have to wait more than one red traffic signal indication. The traffic operation can generally be described as good.

Level of Service D

Level of Service D describes a condition of increasing restriction causing substantial delays and queues of vehicles on approaches to the intersection during short times within the peak period. However, there are enough signal cycles with lower demand such that queues are periodically cleared, thus preventing excessive back-ups. The traffic operation can generally be described as fair.

Level of Service E

Capacity occurs at Level of Service E. It represents the most vehicles that any particular intersection can accommodate. At capacity there may be long queues of vehicles waiting upstream of the intersection and vehicles may be delayed up to several signal cycles. The traffic operation can generally be described as poor.

Level of Service F

Level of Service F represents a jammed condition. Back-ups from locations downstream or on the cross street may restrict or prevent movement of vehicles out of the approach under consideration. Hence, volumes of vehicles passing through the intersection vary from signal cycle to signal cycle. Because of the jammed condition, this volume would be less than capacity.

*City and County of San Francisco, Department of Public Works,
Traffic Engineering Division.

APPENDIX E
FISCAL DATA

TABLE 1

Estimated Replacement Costs
for the Proposed Second and Folsom Office Building

	<u>Millions of Dollars</u>
Land ¹	1.64
Construction Cost ²	
Shell	39
Interior Finish	11
Interim Financing ³ @ 18%	9
Leasing Costs	2.5
Total	<hr/> \$63.1

¹1980-1981 Assessment

²Marathon Development Corporation

³The interim financing is included as it represents the total development costs on which the property tax is calculated.

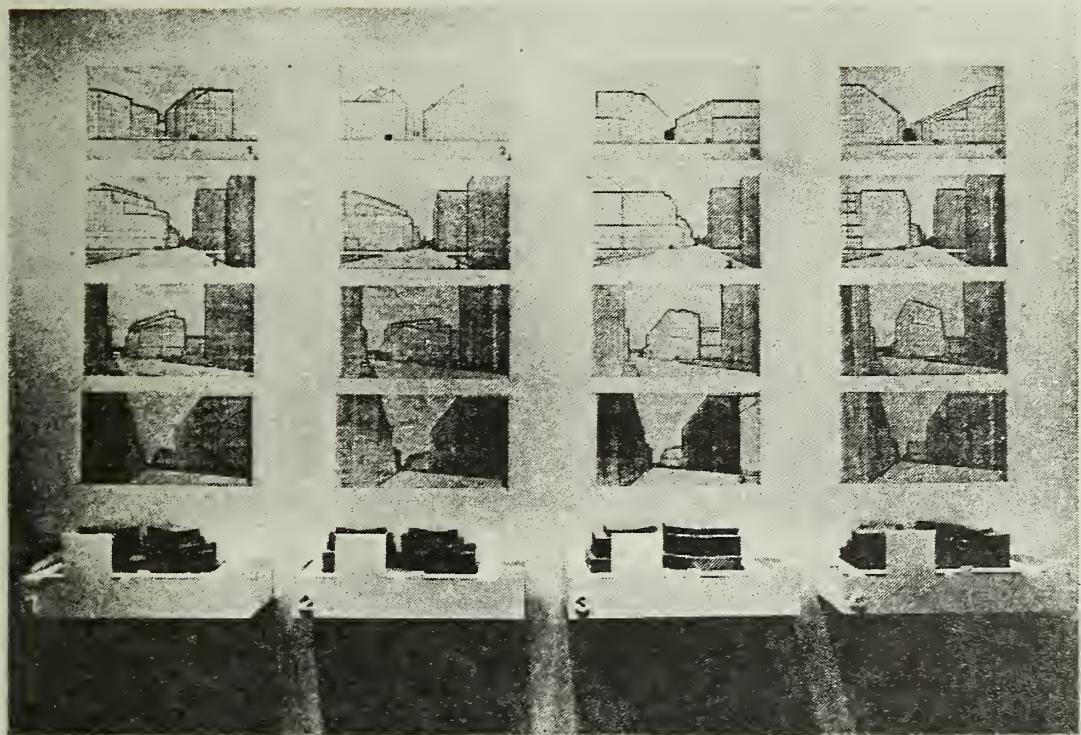
Table 2 SUMMARY OF MAJOR ASSUMPTIONS AND CONCLUSIONS OF THREE STUDIES OF THE FISCAL IMPACT OF NEW DOWNTOWN DEVELOPMENT

<u>Topic</u>	<u>Assumption or Conclusion of:</u>		
	<u>Appendix C</u>	<u>GG+A Study</u>	<u>Sedway/Cooke Study</u>
Are revenues per square foot from new buildings greater than those from old buildings?	Yes (based on an analysis of the effect of Proposition 13)	Yes (based on the Arthur Andersen study and its own revenue estimates)	Does Not Address the Question
Are costs per square foot of servicing new buildings less than or equal to those of old buildings?	Yes (based on SPUR study, its cost allocation methodology, recent EIRs)	Yes (based on the Arthur Andersen study and its own cost estimates)	Does Not Address the Question
Do revenues exceed costs initially in new buildings?	Maybe - examines fiscal impact assuming both yes and no	Yes (based on its own cost/revenue estimates)	Unclear (cites SPUR study that says yes, but adds that transportation costs may change that conclusion)
Do revenues exceed costs in old buildings?	Maybe - examines fiscal impact assuming both yes and no	Yes (based on update of Arthur Andersen study)	No (based on revisions to SPUR study)
Will the city's fiscal situation be better in the future with new development than without it?	Probably yes - but only if new development is on-going	Apparently yes - with new development, the city would be better off in the future than it is today. The future with and without new development is not compared.	No - unless new revenue sources are found.

Source: Recht Haustrath & Associates in EE. 80.26 101 Montgomery EIR, certified 7 May 1981. "Appendix C" in the second column above refers to this study.

Table 3: SUMMARY OF RECENT STUDIES ON DOWNTOWN'S FISCAL IMPACT

STUDY, AUTHOR, DATE	PURPOSE OF STUDY	DATA SOURCES	STUDY METHODOLOGY	CONCLUSIONS
"Fiscal Concerns" In Downtown San Francisco Conservation and Development Planning Program, Phase I Study, Sedway/Cooke, et al., October 1979, pp. 56-59.	To qualitatively assess the likely fiscal impact of new development in the C-3 area under existing zoning ordinances and under Proposition 0.	SPUR Study (1975)	SPUR cost/revenue estimates for downtown in 1973 and for projected growth 1974-1990 were assumed. Proposition 13's effect on revenues and the possible need for increased transportation infrastructure were considered. Generalized conclusions about fiscal impact of new development were drawn.	1) After Proposition 13, "costs may exceed revenues in the downtown by as much as 25%." 2) "New downtown development will not solve the city's growing fiscal problem; without new revenue sources, development will make it worse in the long run."
Downtown Highrise District Cost/Revenue Study, Arthur Andersen & Co., November 1980	To quantify for 1976-77 and 1978-79 how much revenue the C-3-0 area generated and how much it cost to provide city services to the area.	Data compiled from city records and through conversations with city officials.	The study counted only revenues generated within the C-3-0 and costs of providing services to the C-3-0. "The principle guiding the study methodology was to calculate the amount of revenue that San Francisco would lose and the costs that could be reduced if the Downtown Highrise District were a separate city."	The C-3-0 generated \$56.79 million in 1976-77, or 61% more than the cost of city services to the area. In 1978-79, revenues were \$53.29 million, or 48% greater than costs.
"Fiscal Considerations" Appendix C, 101 Montgomery Street DEIR, Recht Hausrath & Associates, January 1981.	To draw generalized conclusions about "how new development downtown in a post-Proposition 13 environment is likely to change the City's fiscal health from what it would be without new development."	SPUR study, city records and conversations with city officials.	Conclusions were drawn about how revenues differ between existing and new buildings, and how costs differ between existing and new buildings. Then, under alternative assumptions about the cost/revenue balance in existing buildings and in new buildings, the fiscal impact over time of new development was compared to that of no new development.	"[A]n on-going process of new development would improve the City's fiscal situation. This beneficial impact would cease if new development were halted. This conclusion is tentative due to uncertainties about increased Muni costs.
Downtown Highrise District Cost/Revenue Study, David Jones, February 1981.	To quantify for 1978-79 the revenues generated by businesses in the C-3-0 and the service costs imposed on the city and BART by the C-3-0.	Arthur Andersen study.	The Jones study differs from the Andersen study primarily as follows: 1) Costs of BART (but not revenues to BART) are included; 2) Only revenues paid by businesses and building owners are considered; 3) Muni deficit is computed differently; 4) Most costs are estimated as a percentage of revenues rather than on the basis of actual service demand in the C-3-0.	The C-3-0 imposed costs of \$94.4 million on San Francisco and BART, or 125% more than the revenues the area's businesses and building owners generated to San Francisco.
Fiscal Impacts of New Downtown High-Rises on the City and County of San Francisco, Gruen, Gruen + Associates, March 1981.	To quantitatively estimate city revenues from the C-3-0 and costs of servicing the C-3-0 in 1998, assuming the addition of 30 million square feet of building space in the C-3-0 between 1981 and 1998.	Arthur Andersen study; data compiled from city records and through conversations with city officials.	"Only direct effects are considered." Costs are only measured for services provided within the physical limits of the C-3-0 district" and revenues are limited to "taxes on buildings within the district and the activities that take place within those buildings." Assumes the Arthur Andersen study is accurate and builds upon it.	In 1980, revenues from the 39 million square feet of building space in the C-3-0 were 1.66 times as large as costs. In 1998, after completion of the 30 million square feet of new space, revenues from the entire 69 million square feet of C-3-0 building space would increase to 1.92 times as large as costs.



APPENDIX F

Prepared by:

BOLLES ASSOCIATES

Architects .. Planners

14 Gold Street

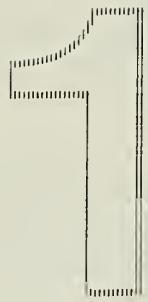
San Francisco, California

October 1981

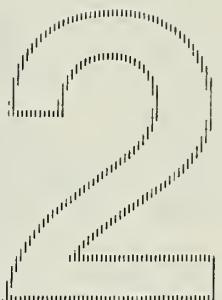
**MARATHON DEVELOPMENT
CALIFORNIA, INC.**

**Second and Folsom Project
San Francisco, California**

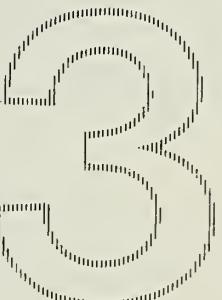
STUDY 1 represents the form and massing concept submitted to the Department of City Planning and evaluated in the principal sections of the environmental review document. This concept would feature a series of terraces which step back at the upper levels to create a transition in mass and scale from street level to the elevated freeway ramps. Building axes would be aligned diagonally to the site boundaries to form a central courtyard. Building corners would be truncated to permit light and air to penetrate the site and to create additional open spaces at the major street corners.



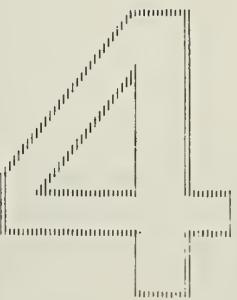
STUDY 2 presents an optional form and massing concept which would relate to the form of surrounding structures by squaring building corners at lower levels; upper levels would remain in a diagonal relationship to the base. Thus, building mass along Folsom Street would be reduced, and the squared corners would strengthen and reinforce the existing street pattern. Pedestrian access would be focused along Folsom and Second Streets and within the central courtyard. Retail activities would occur at ground level along Folsom Street and around the courtyard.



STUDY 3 indicates a form and massing concept that would define base, middle, and upper components of the buildings to relate project massing to the existing scale of nearby development and to organize the buildings into separate horizontal elements. The base component, which would be squared at the corners, would unify development by linking the buildings, and would strengthen and reinforce the street pattern. Mass would be reduced along Second Street by utilizing stepped-back terraces at the upper levels. Views and public access from the corner of Second and Folsom streets into the central courtyard would be clearly defined.



STUDY 4 presents a form and massing concept that would incorporate elements of squared corners, terraced facades, varied massing; and visual emphasis along the street level and within the central courtyard. Combined, these elements would provide a transition in height and mass, and a sense of scale, in relationship to surrounding buildings. Mass would be reduced significantly along Folsom Street by terracing upper levels of the building, thus providing greater amounts of light and air available to Folsom Street and the project site. Access into the central courtyard would be defined clearly both visually and physically.



The proposed project, as presented and evaluated in the draft Environmental Impact Report, has been the subject of a number of informal design review meetings with the Department of City Planning.

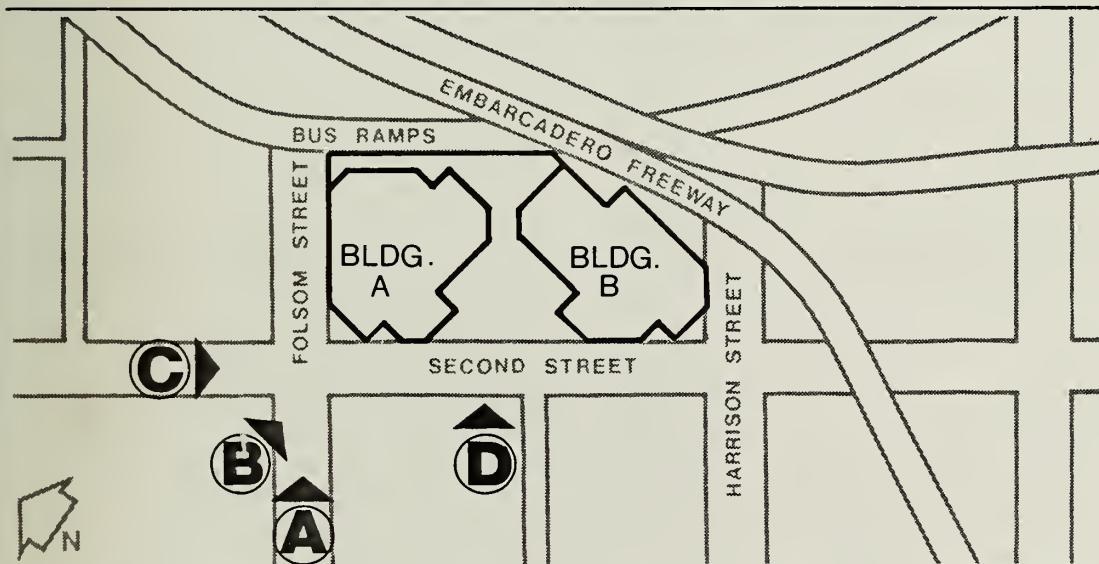
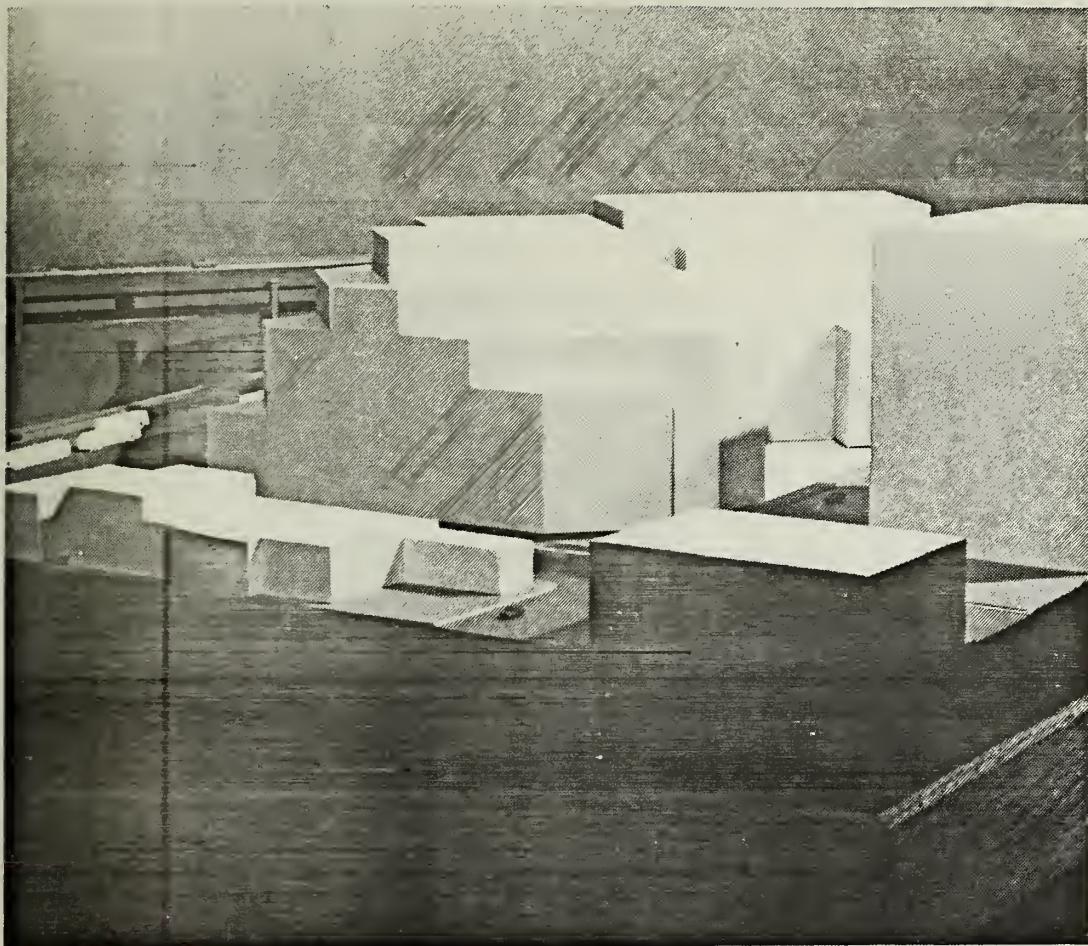
This design review process, occurring during the past twelve months, focused upon form, massing, and exterior appearance of the buildings. Thus, the proposed project--as submitted to the Department of City Planning--incorporated many of the design suggestions made during the development of schematic plans.

Additional meetings have been held in conjunction with the City's administrative review of the environmental document; these have focused upon the visual quality and urban design impacts of the projects--specifically, the issues of the perceived mass of Building A along Folsom Street, the design treatment of the exterior walls, and the design of the central courtyard.

A series of additional architectural design studies has been prepared in response to these recent comments. The following pages present a comparative series of study models and sketches which illustrate four optional concepts for building form and massing. Positive design elements, such as terraced levels which step back, public open space and retail activities accessible at the pedestrian level, have been retained.

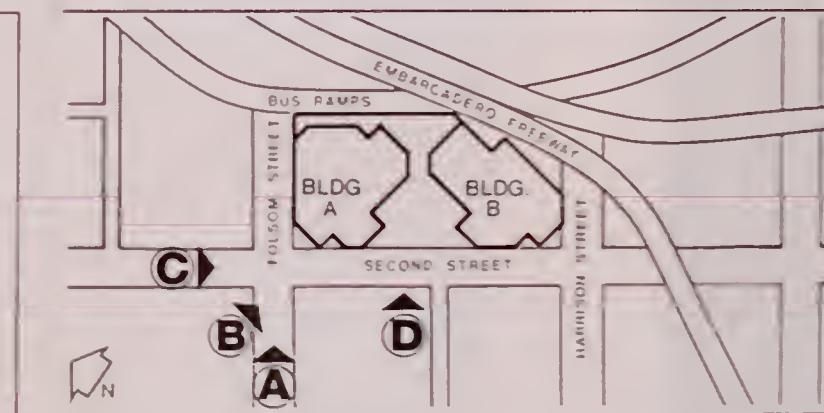
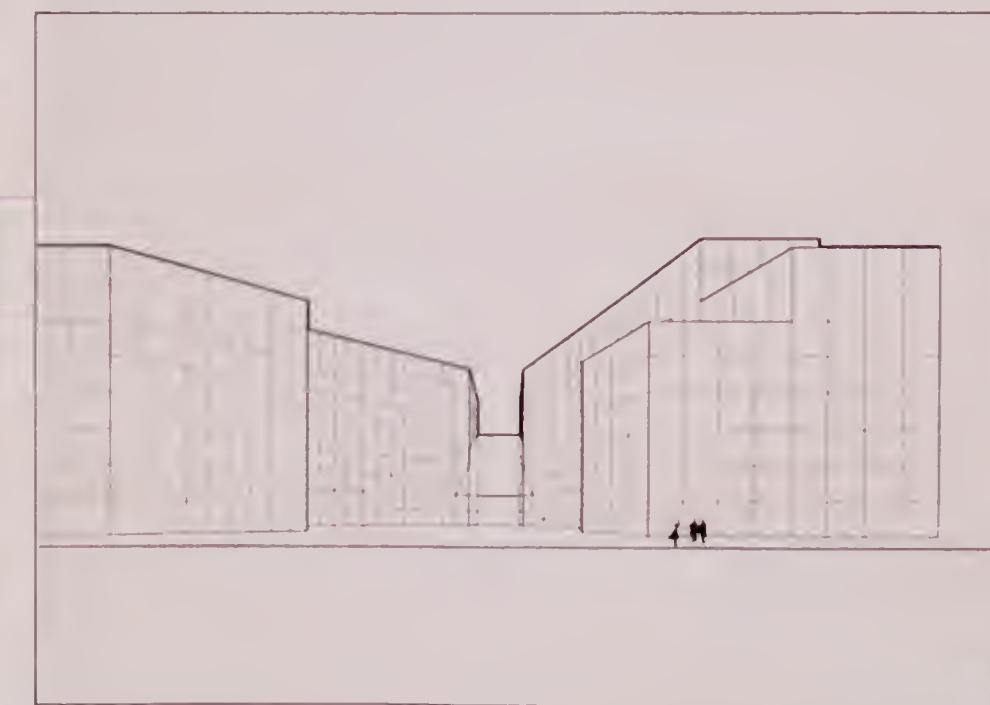
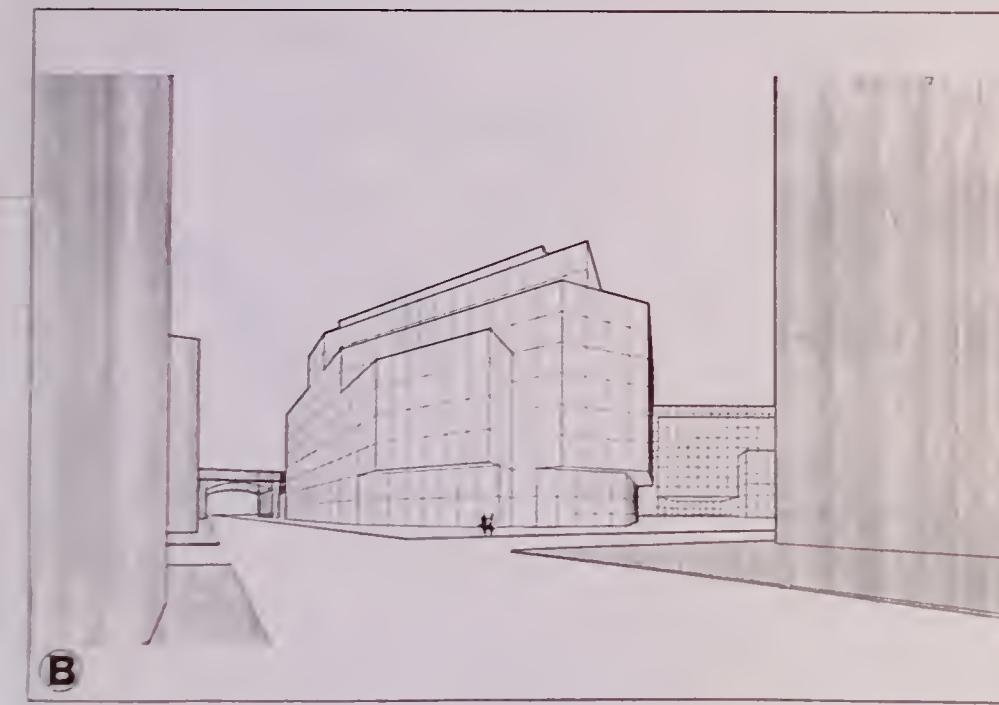
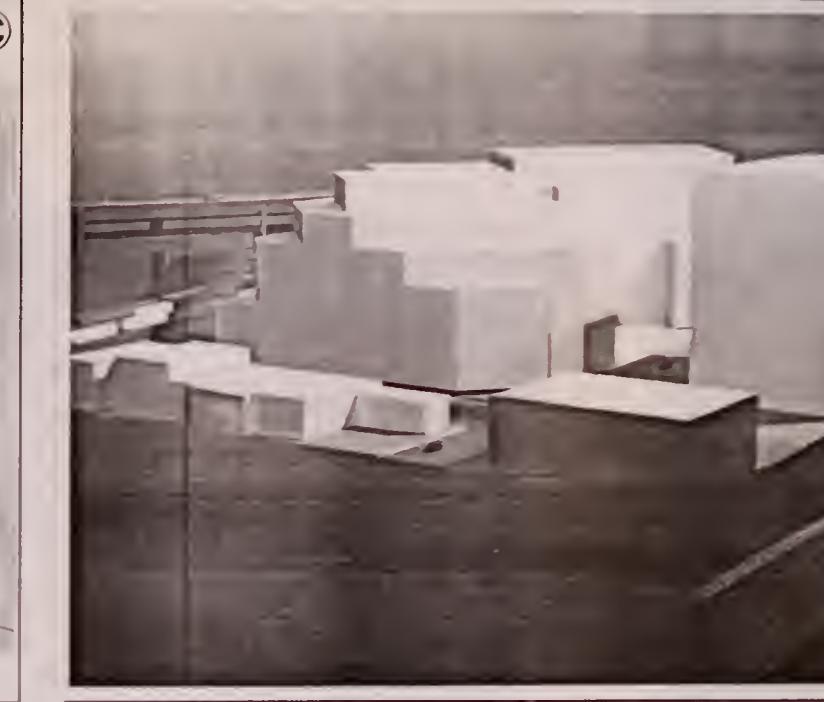
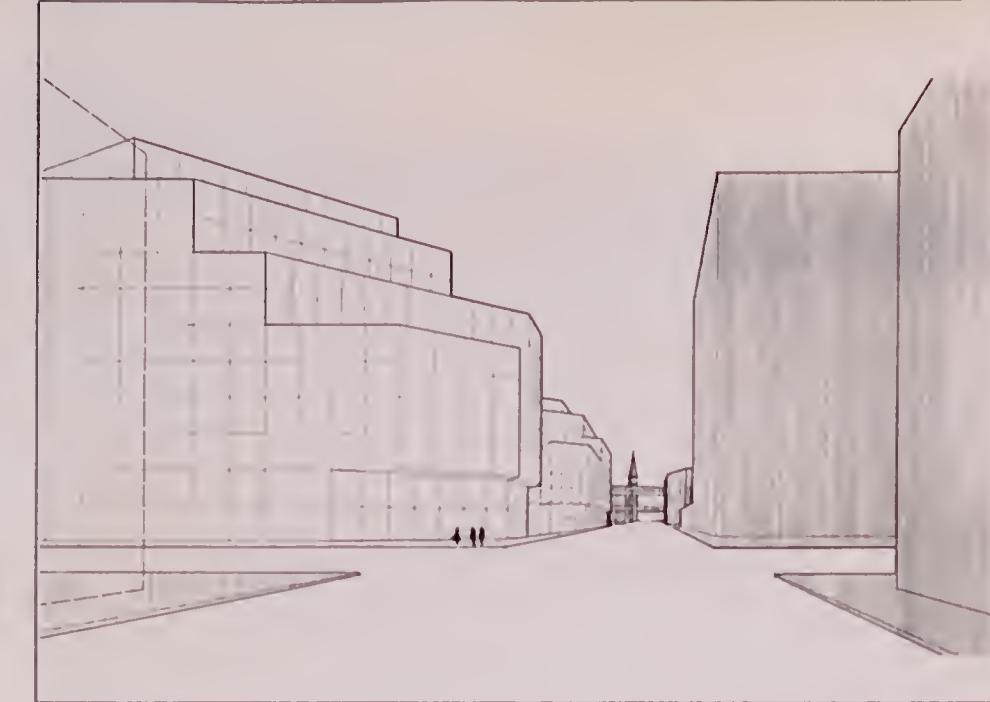
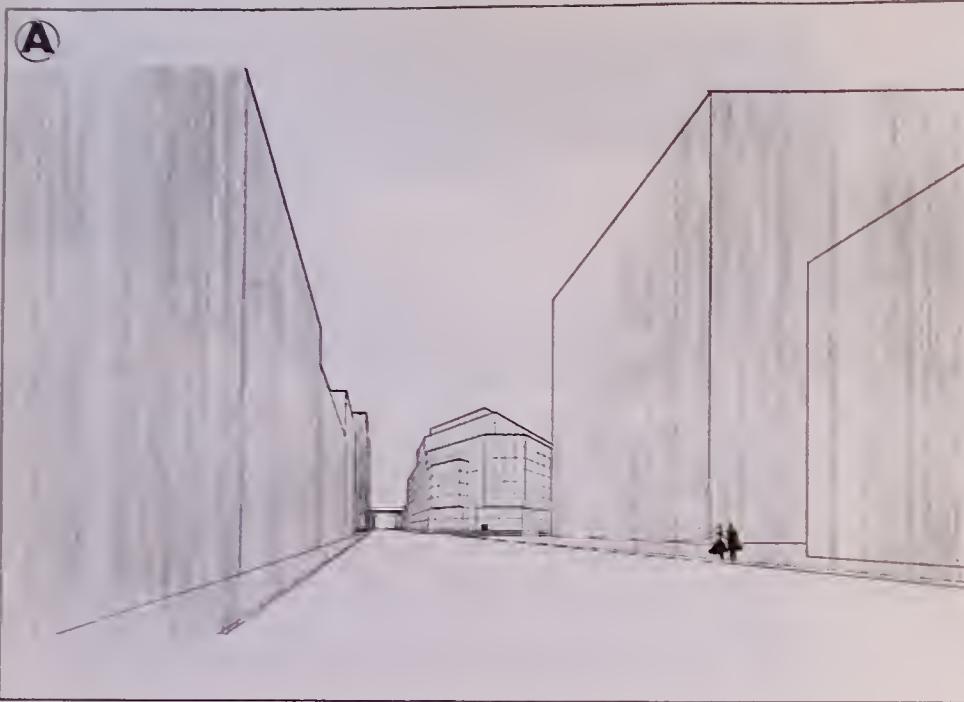
For these studies, the sponsor's requirements of retaining the original floor area, structural system, retail space and open space, together with the City's Urban Design Guidelines for Major New Development, were used to evaluate optional concepts. The merits of each concept were discussed by the sponsor, the design team, and the Department of City Planning.

Based upon those discussions, it was concluded that STUDY 4 offered the most favorable direction and that it should be developed further. Therefore, perspective sketches, elevations, sections, diagrammatic floor plans, and central courtyard plans of the concept described in the fourth study are included to indicate the direction of further analysis and design.



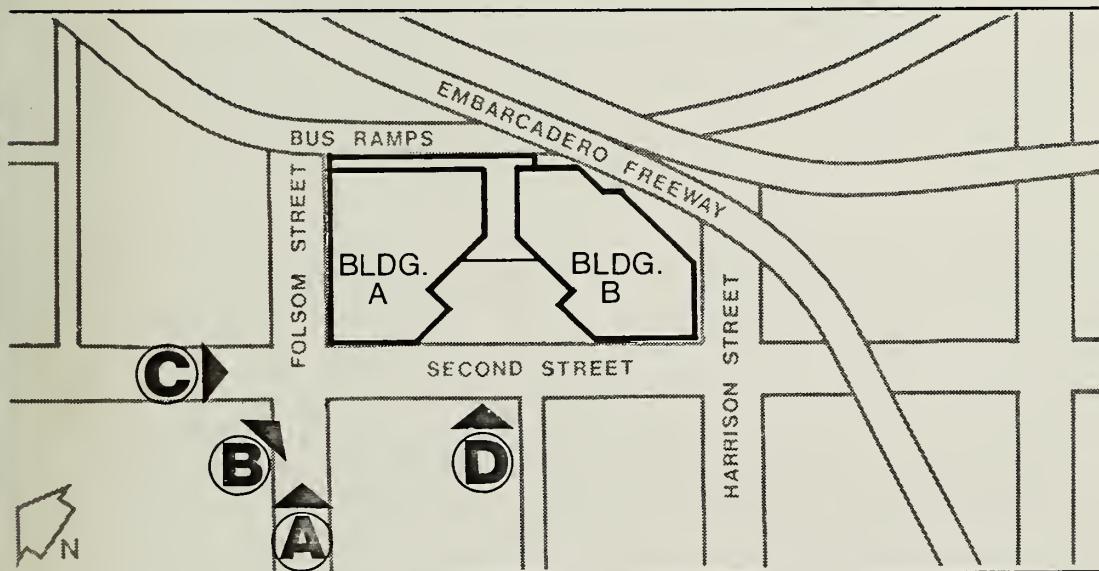
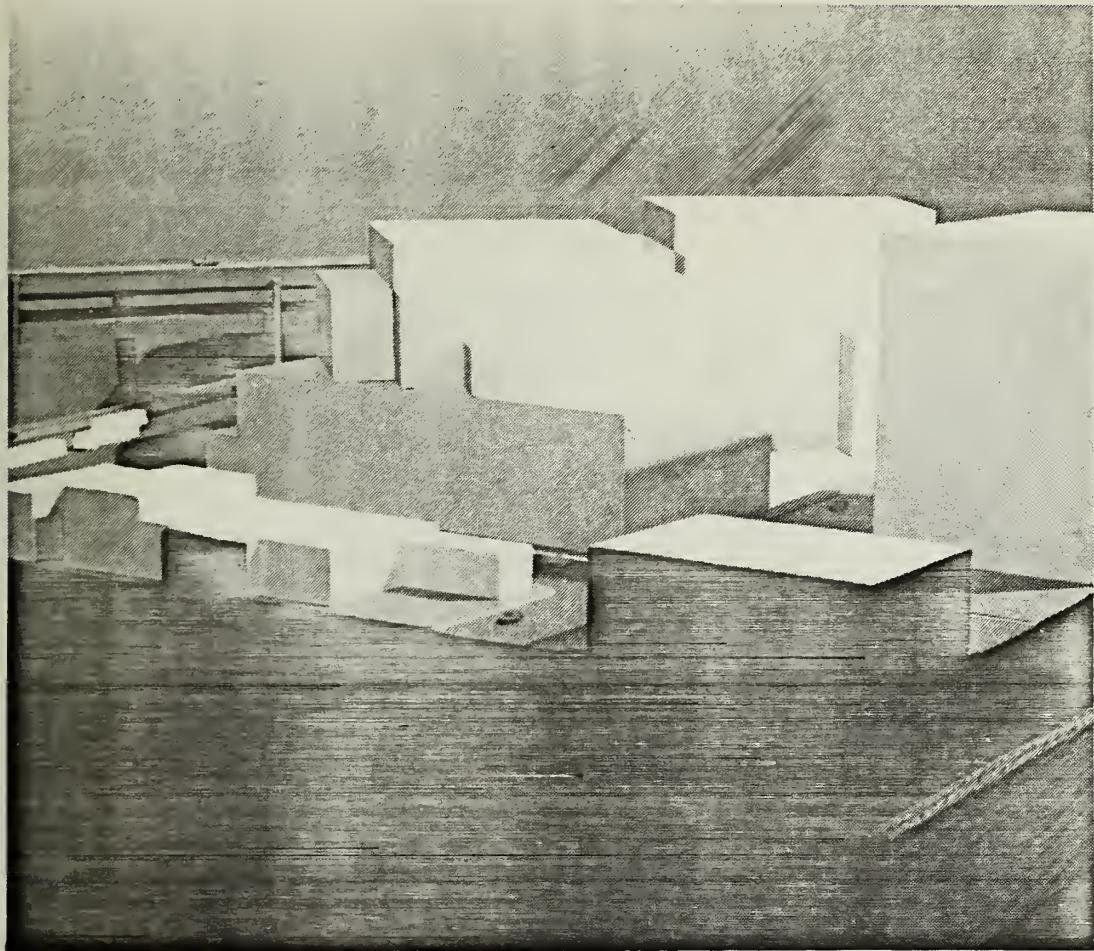
STUDY 1 represents the form and massing concept submitted to the Department of City Planning and evaluated in the principal sections of the environmental review document. It features buildings which would step back at the upper levels to create a transition in mass from street level to the elevated freeway ramps.

Second and Folsom Project
San Francisco, California



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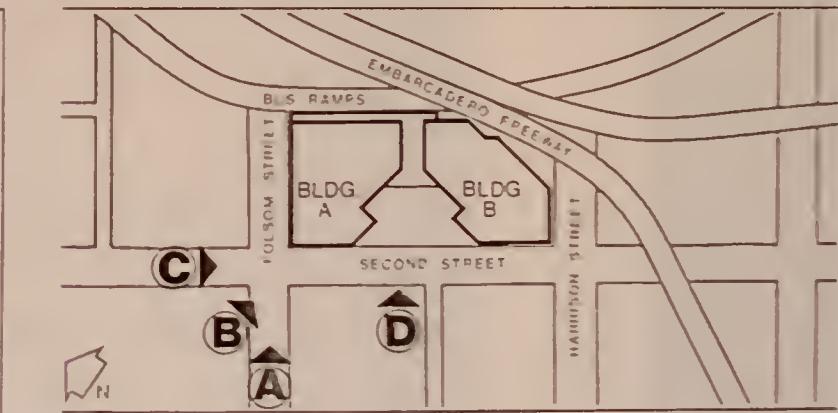
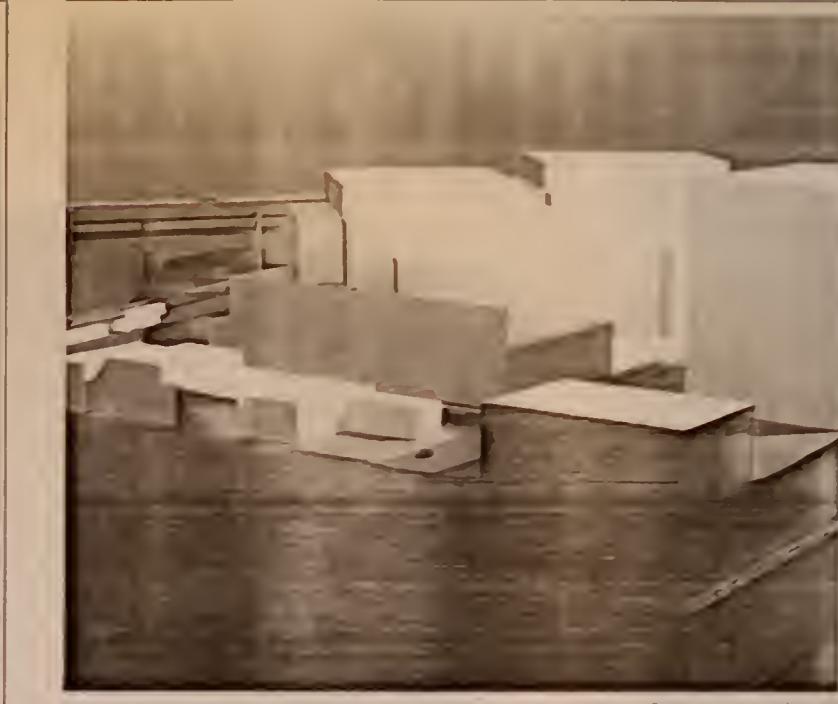
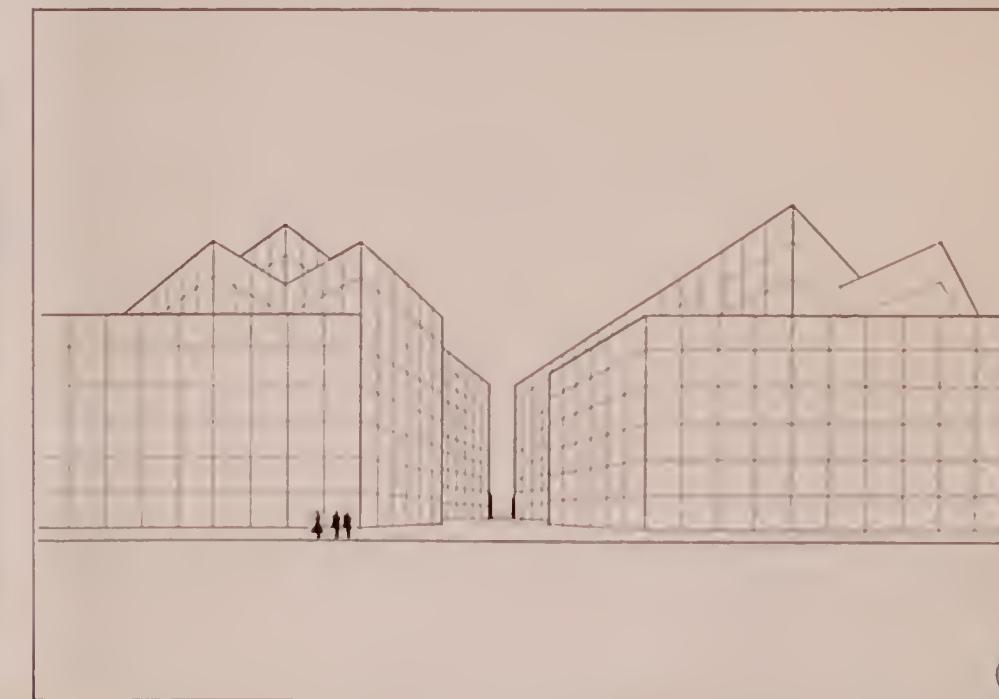
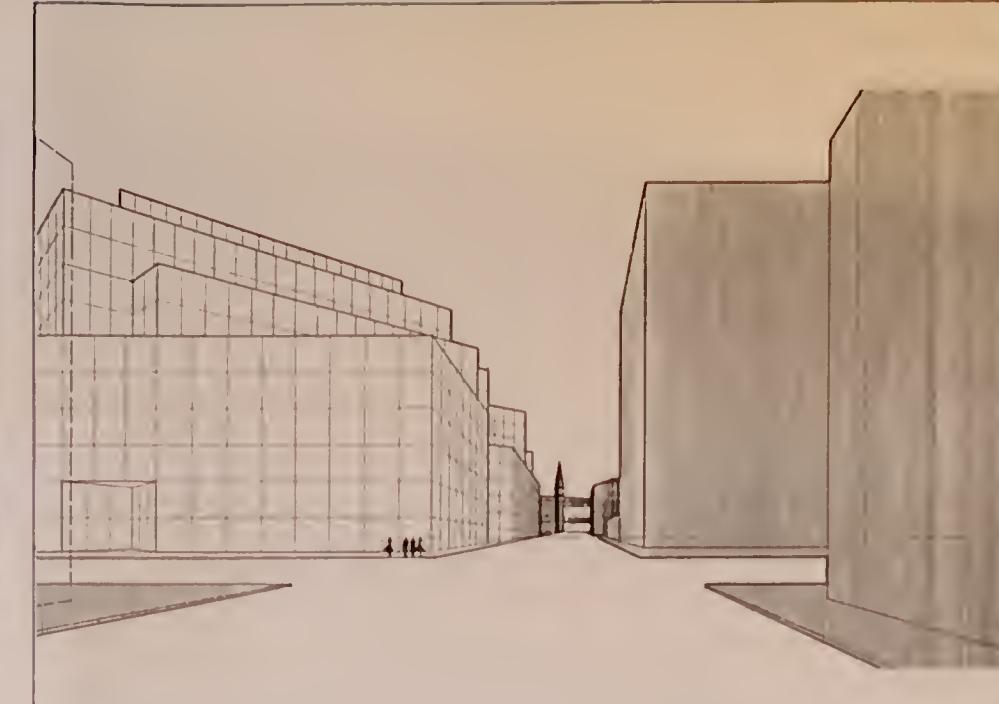
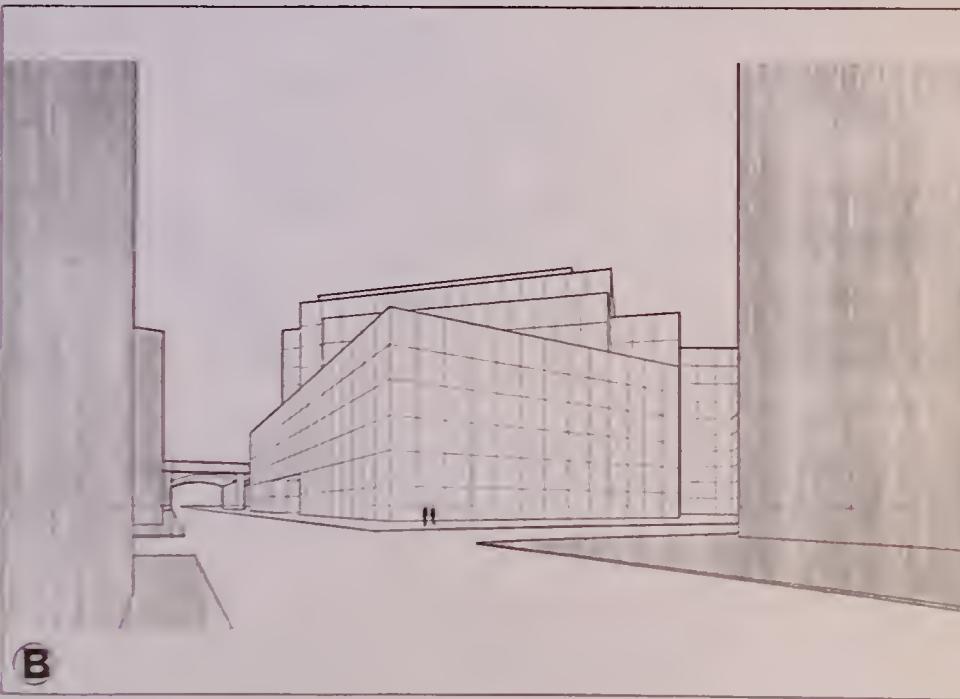
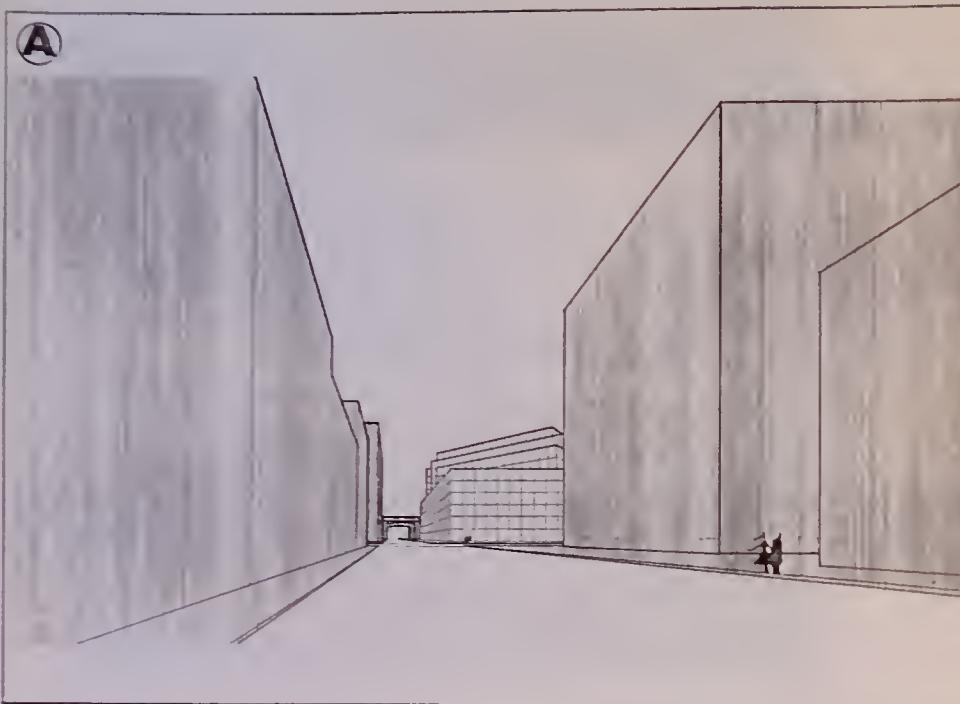
Second and Folsom Project
San Francisco, California

A

STUDY 2 presents an optional form and massing concept which would reduce building mass along Folsom Street. The squared corners would strengthen and reinforce the existing street pattern.

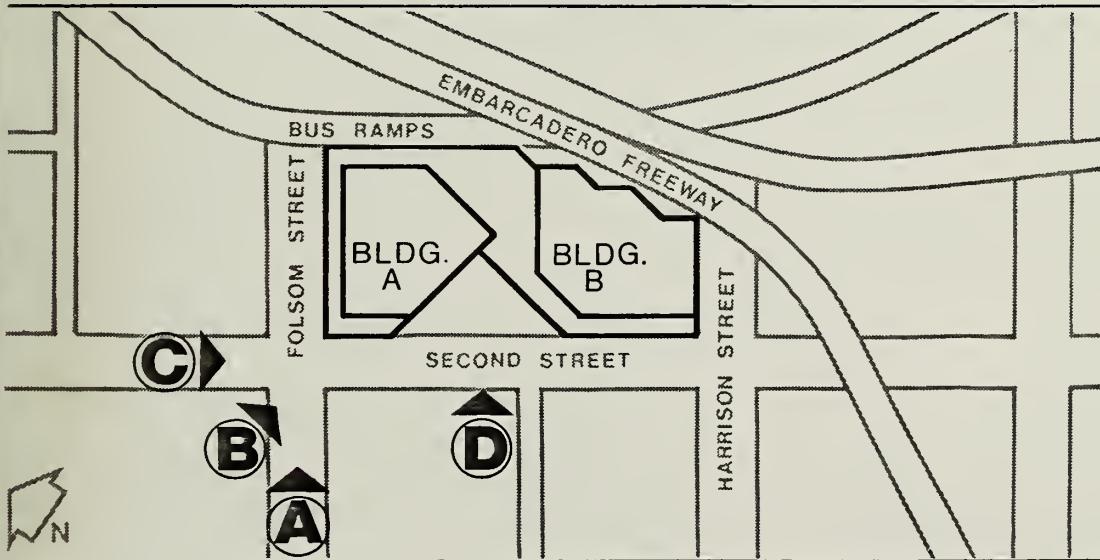
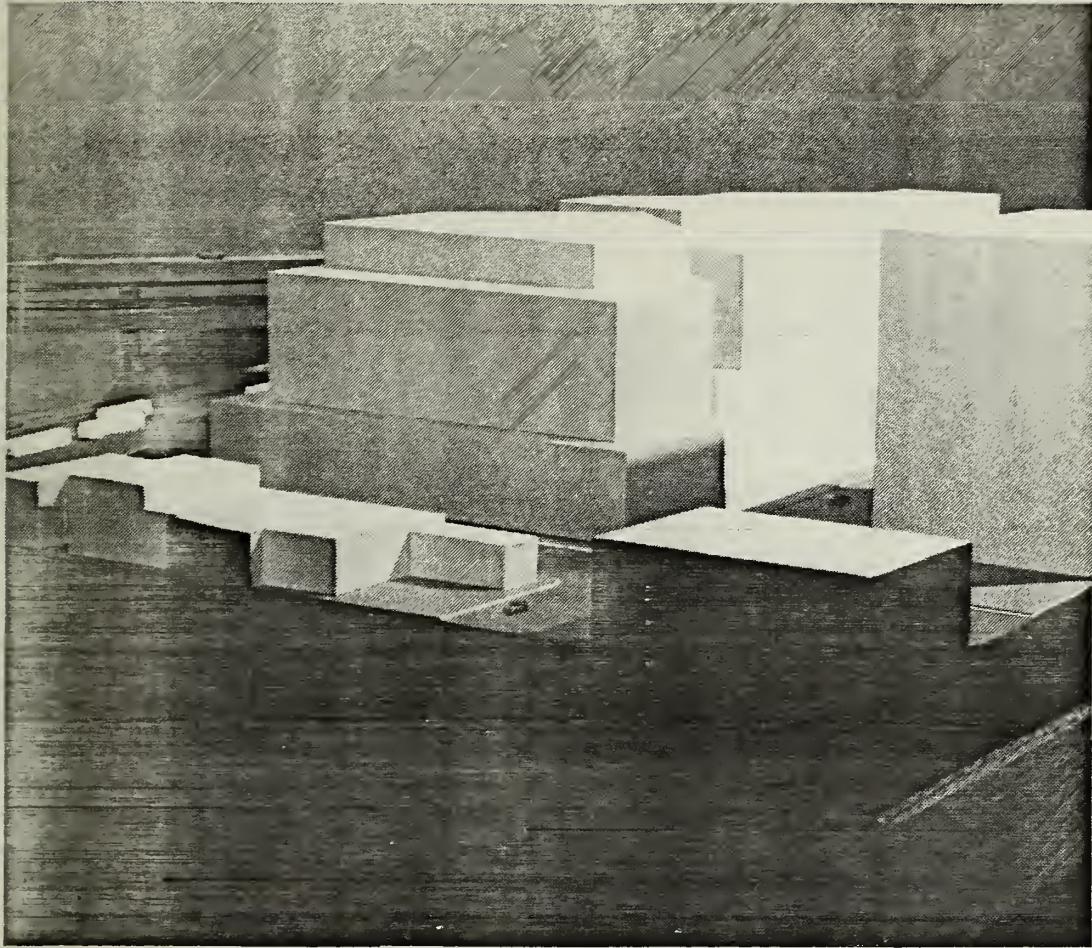
E

Second and Folsom Project
San Francisco, California



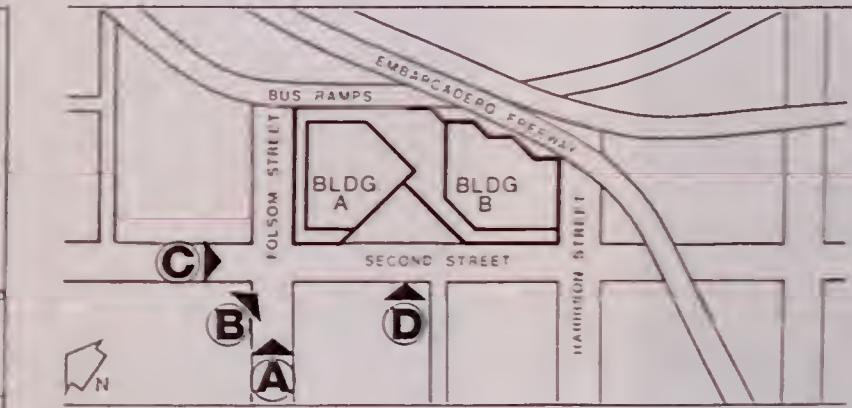
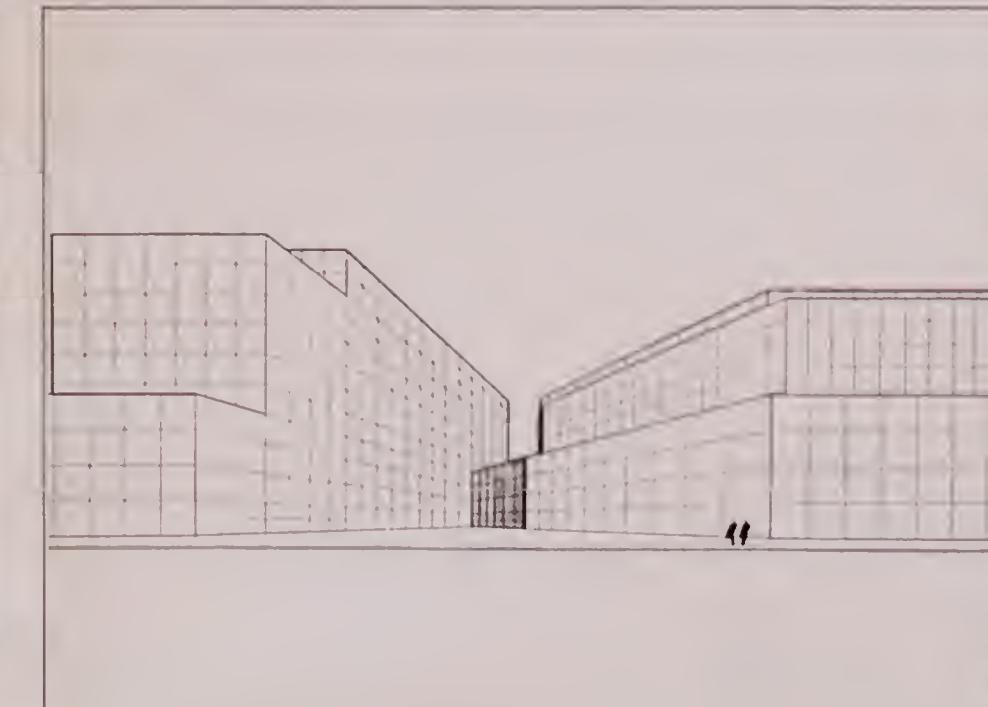
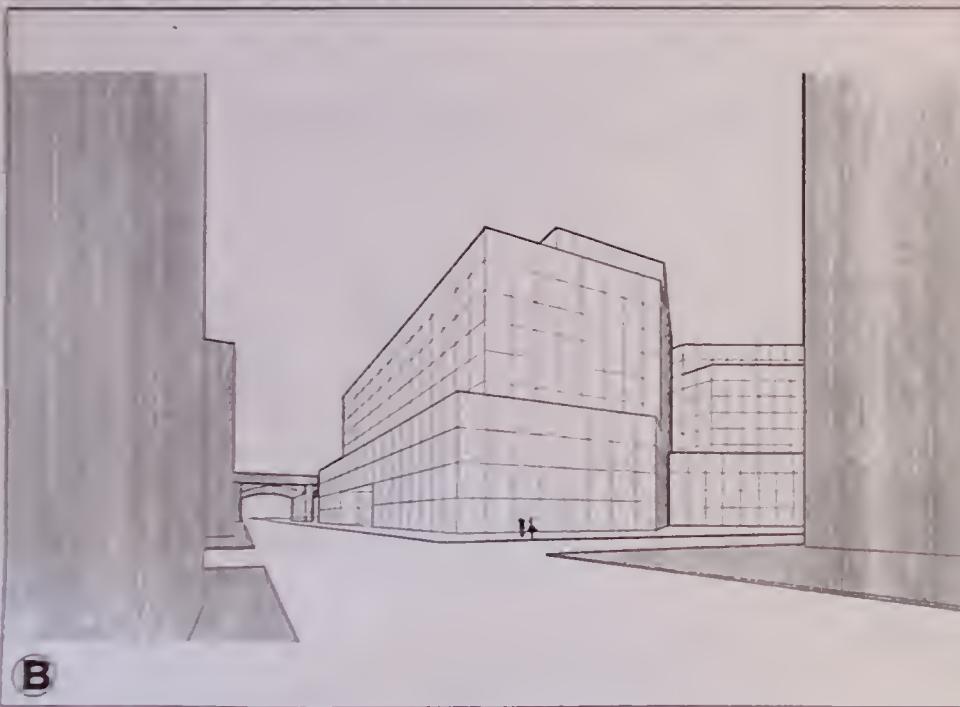
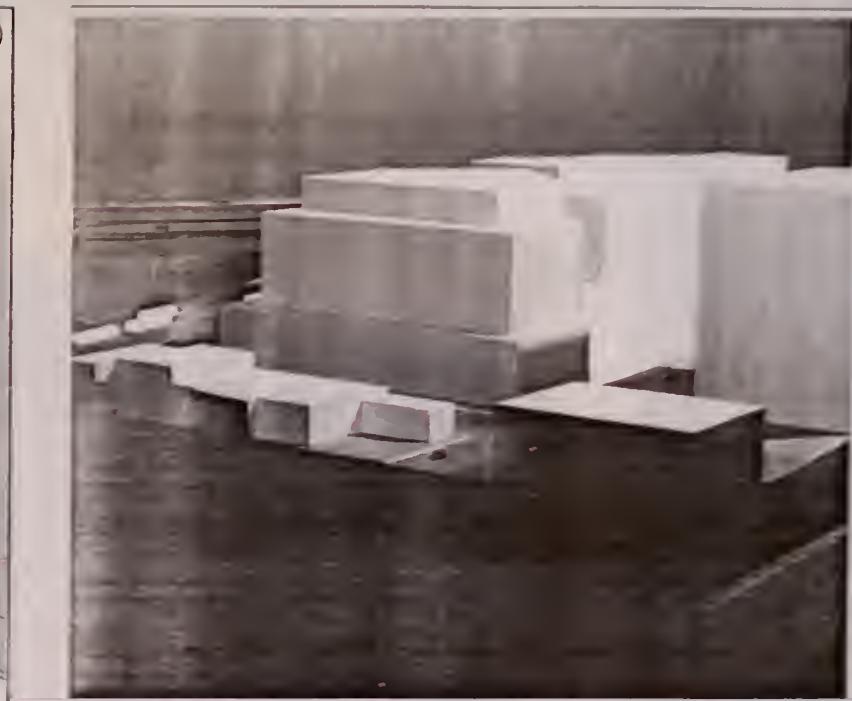
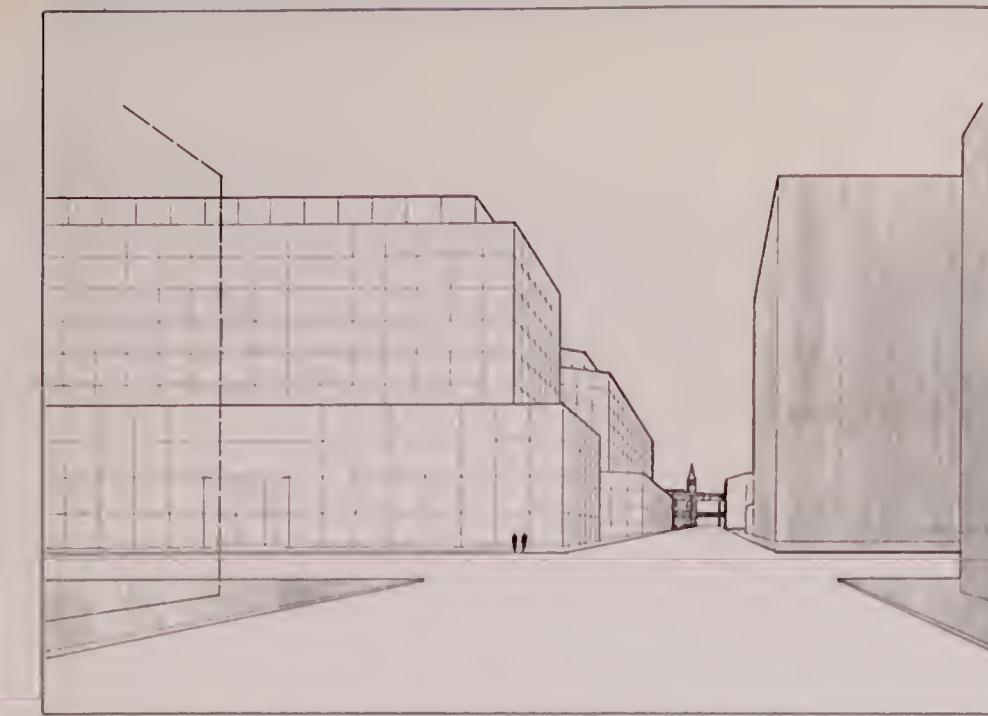
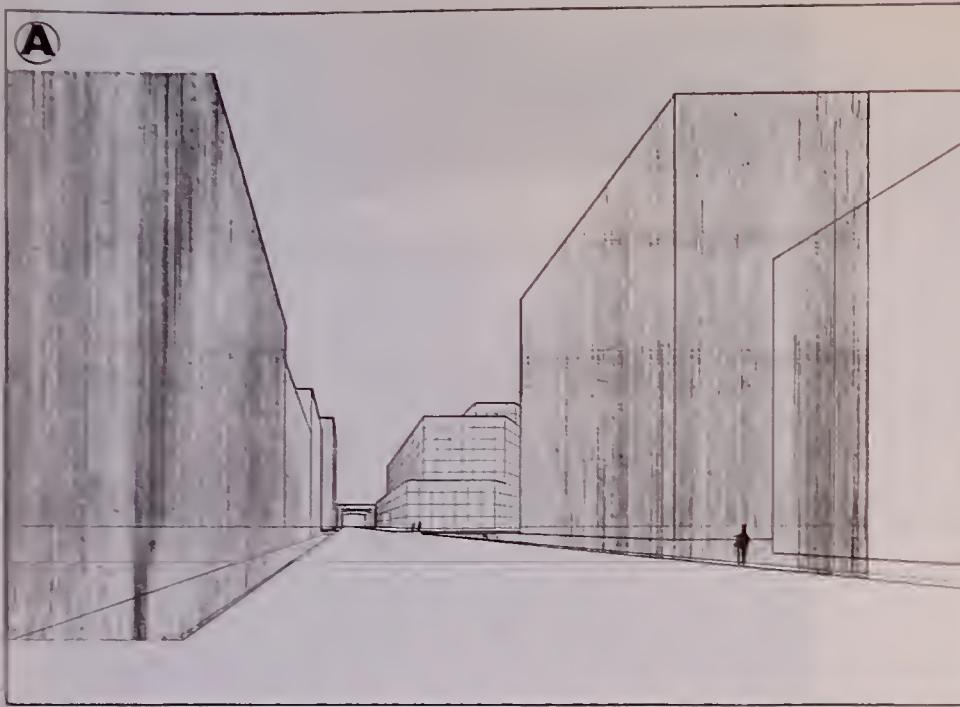
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Second and Folsom Project
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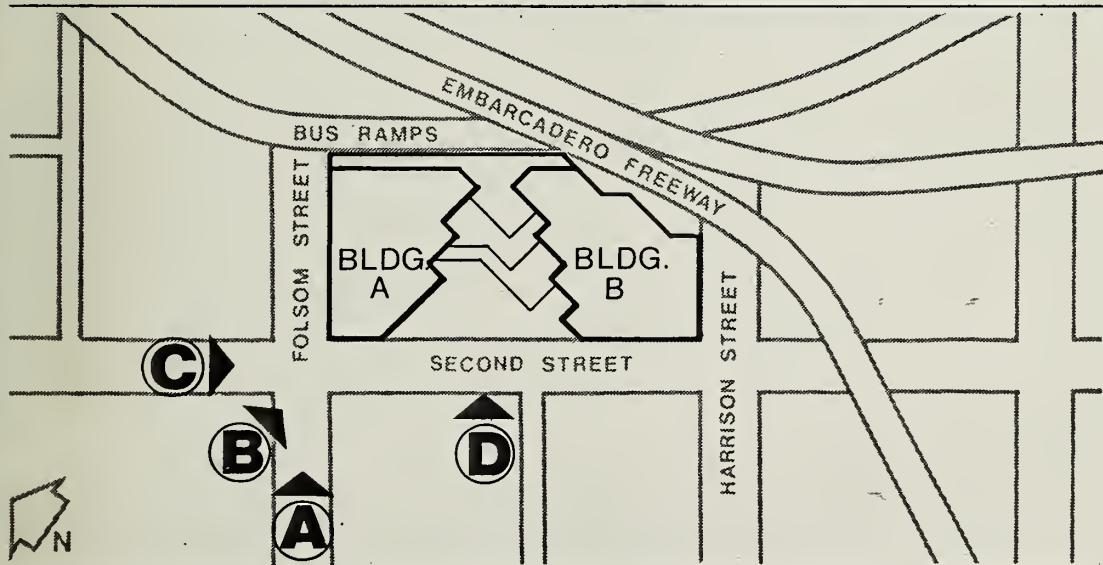
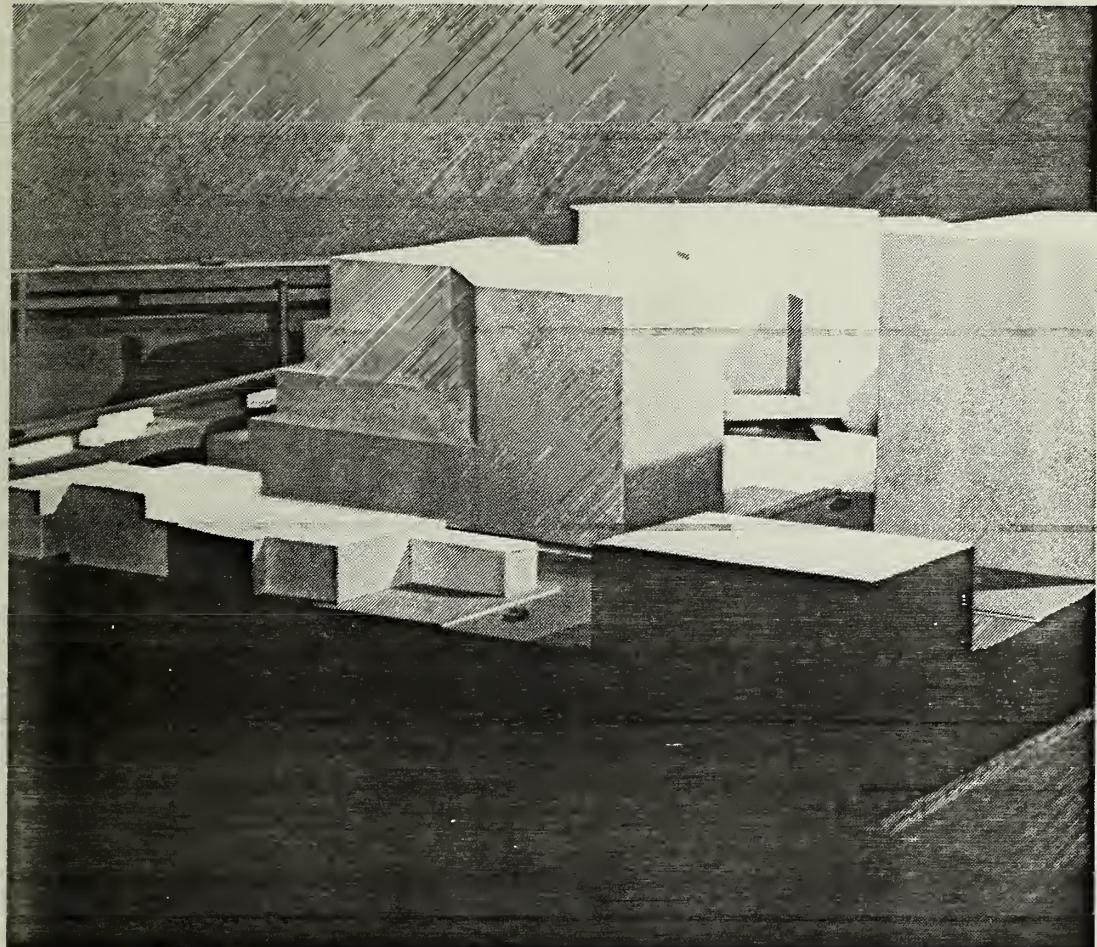
STUDY 3 indicates a form and massing concept which would organize the buildings into separate horizontal elements. The base component, which is squared at the corners, would unify the buildings, strengthen the street pattern, and relate project massing to nearby development.

Second and Folsom Project
San Francisco, California



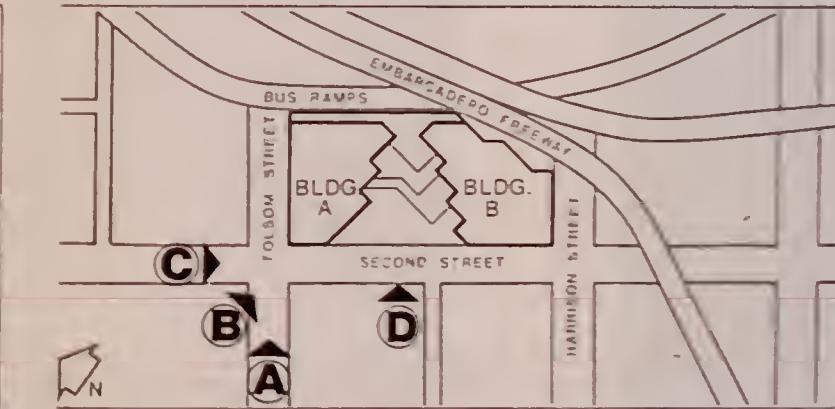
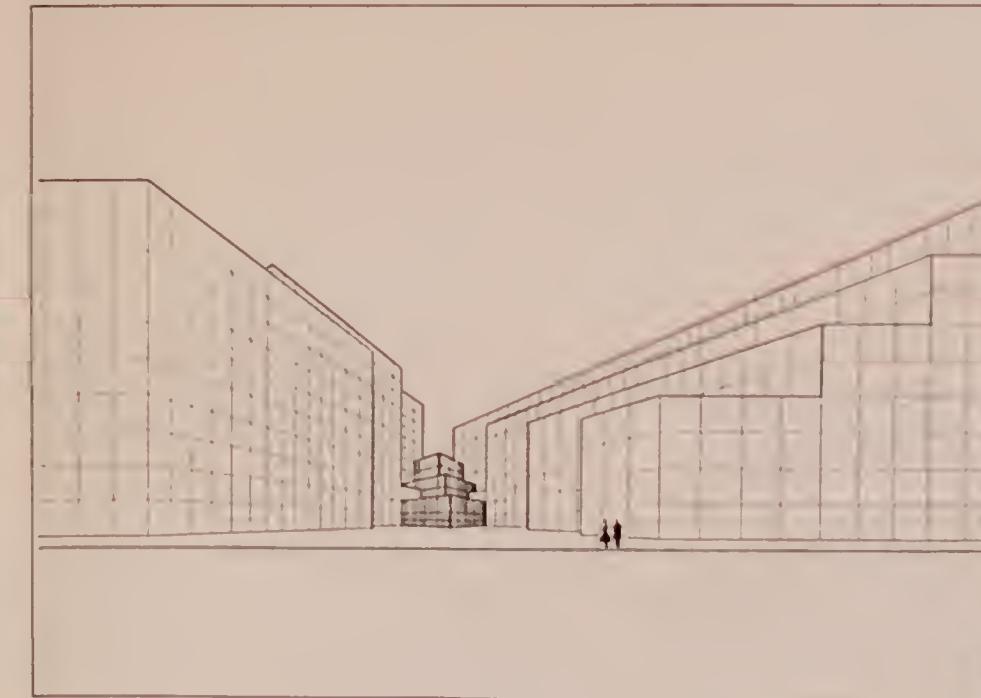
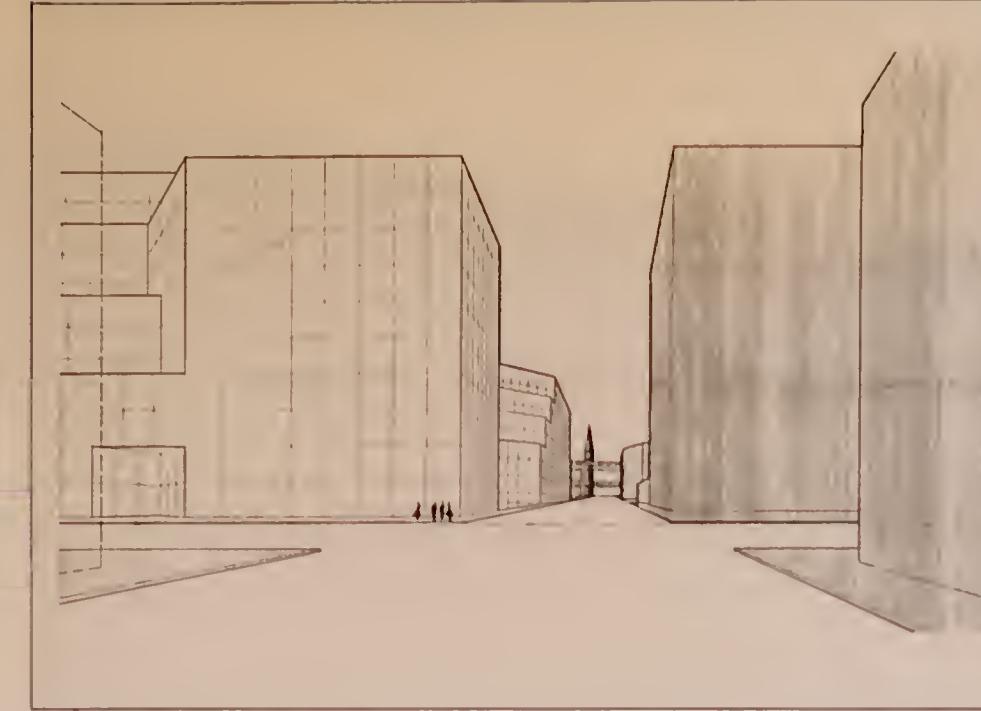
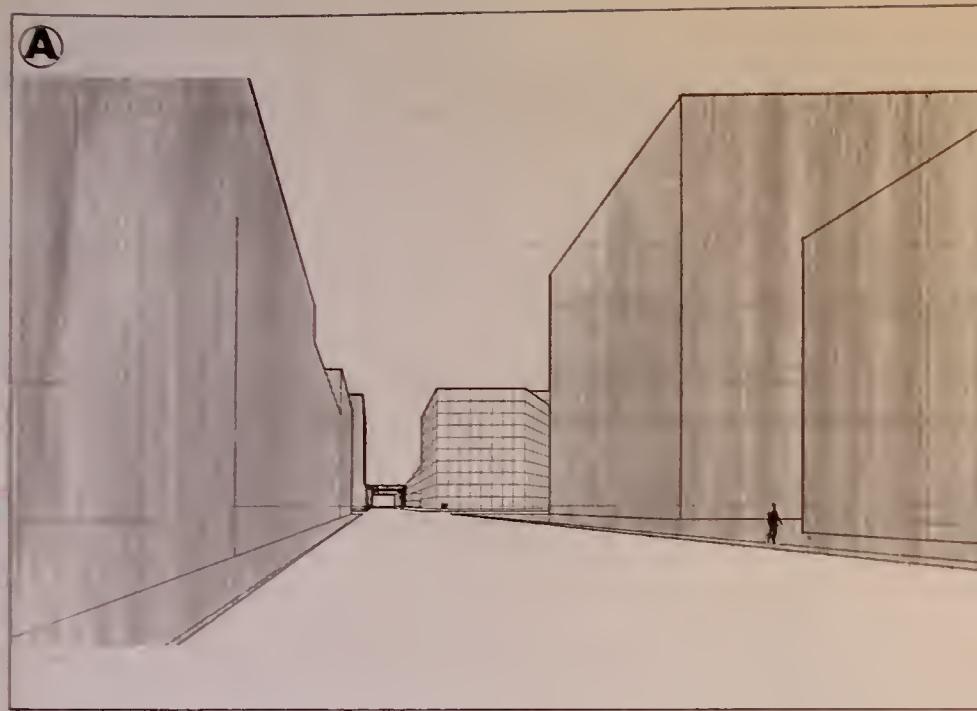
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Second and Folsom Project
San Francisco, California



STUDY 4 presents a form a massing concept that would incorporate elements of squared corners, terraced facades, and varied massing; visual emphasis would be developed along the street level and within the central courtyard. Combined, these elements would provide a transition in height and mass, and a sense of scale, in relationship to surrounding buildings.

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San Francisco, California

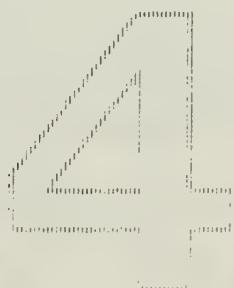


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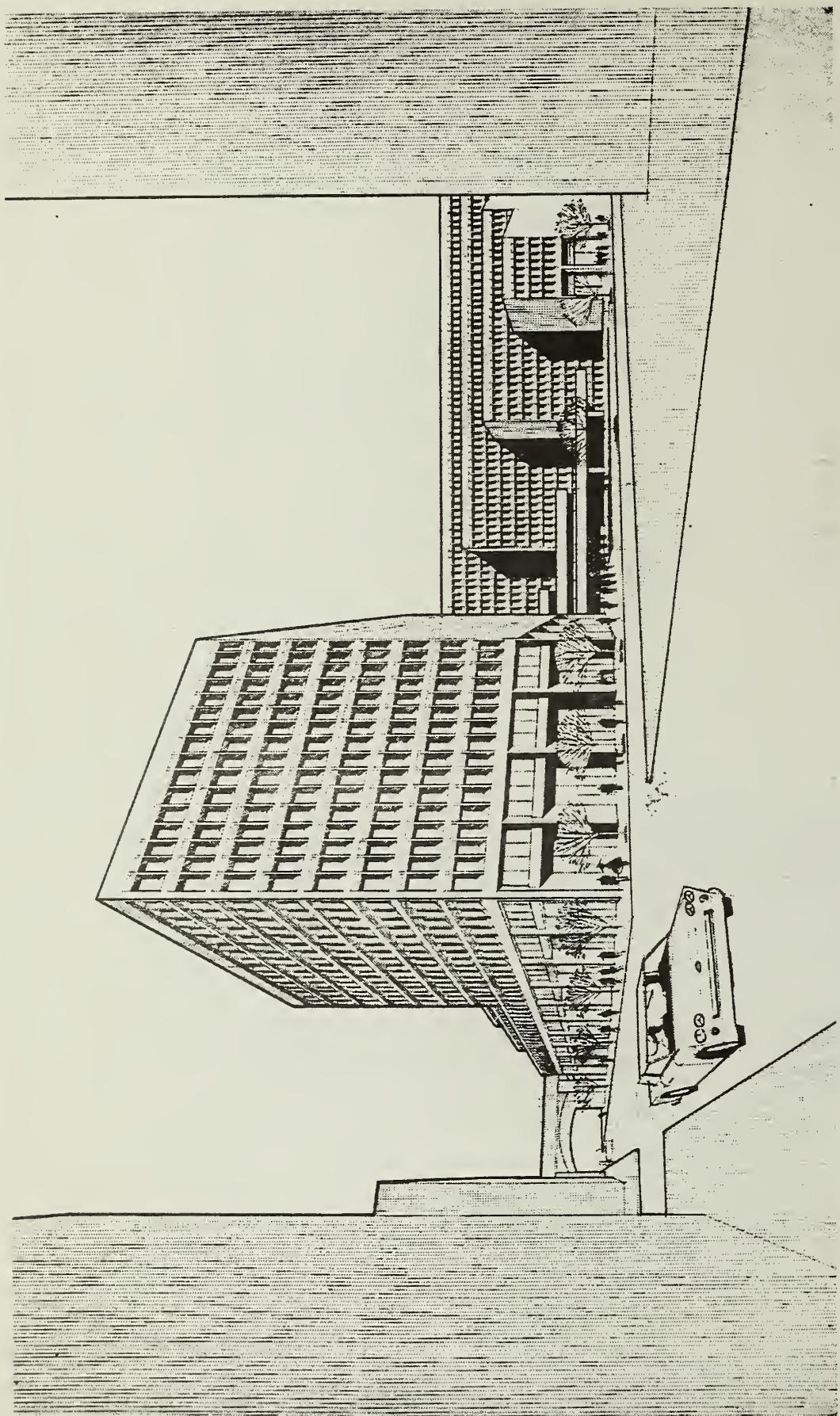
Second and Folsom Project
San Francisco, California

Based upon comments received during the City Planning Department's design review of the form and massing studies, it was concluded that **STUDY 4** offered the most favorable direction. This concept would be used as the basis for further analysis and design focusing upon refinement of the building mass, treatment of the facade and relationship of the building design to the pedestrian scale and surrounding forms.

The following illustrations represent a development in further thinking, based upon **STUDY 4**, and includes perspective sketches, a diagrammatic floor plan, sections and a central courtyard plan.



PERSPECTIVE: NORTHEAST VIEW



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San Francisco, California

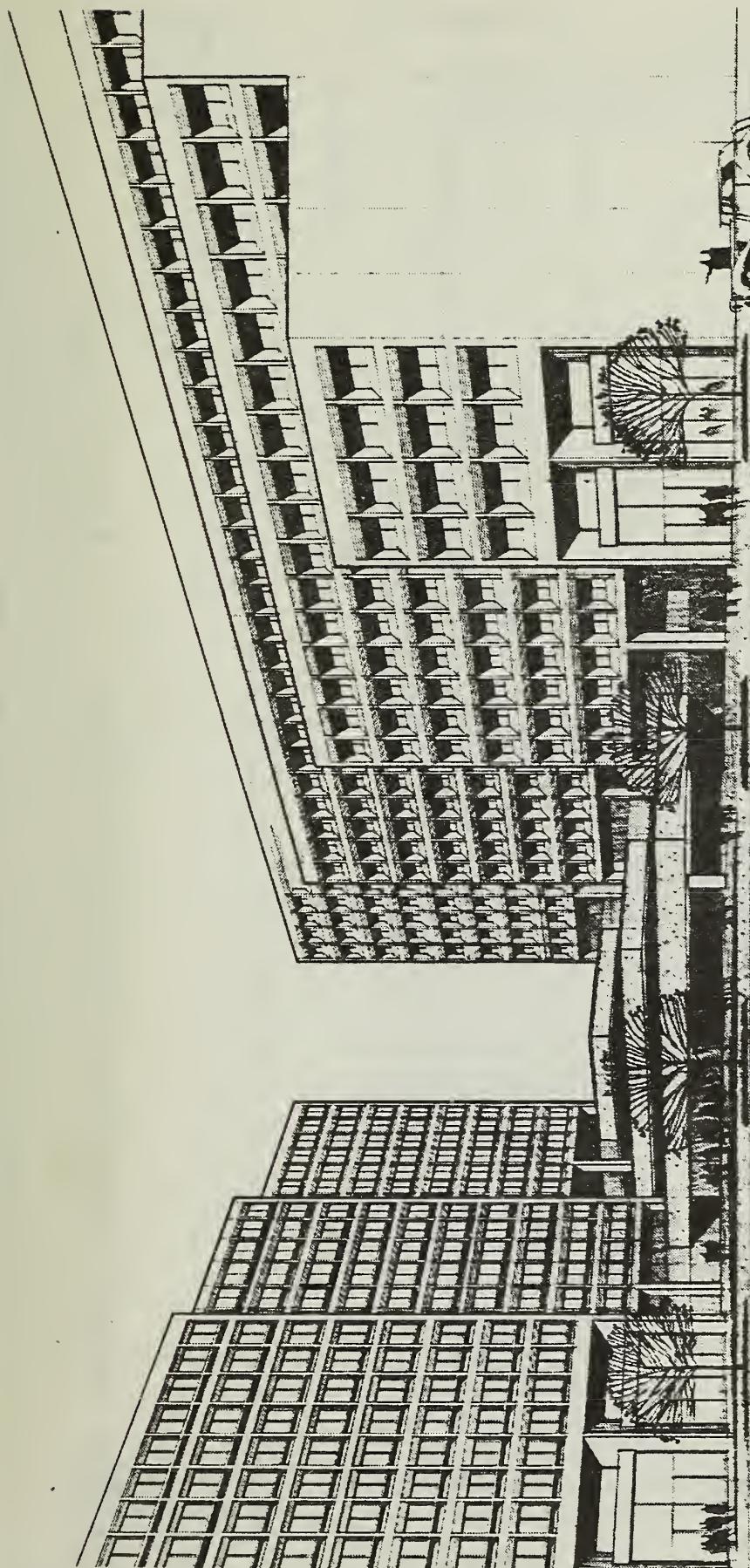
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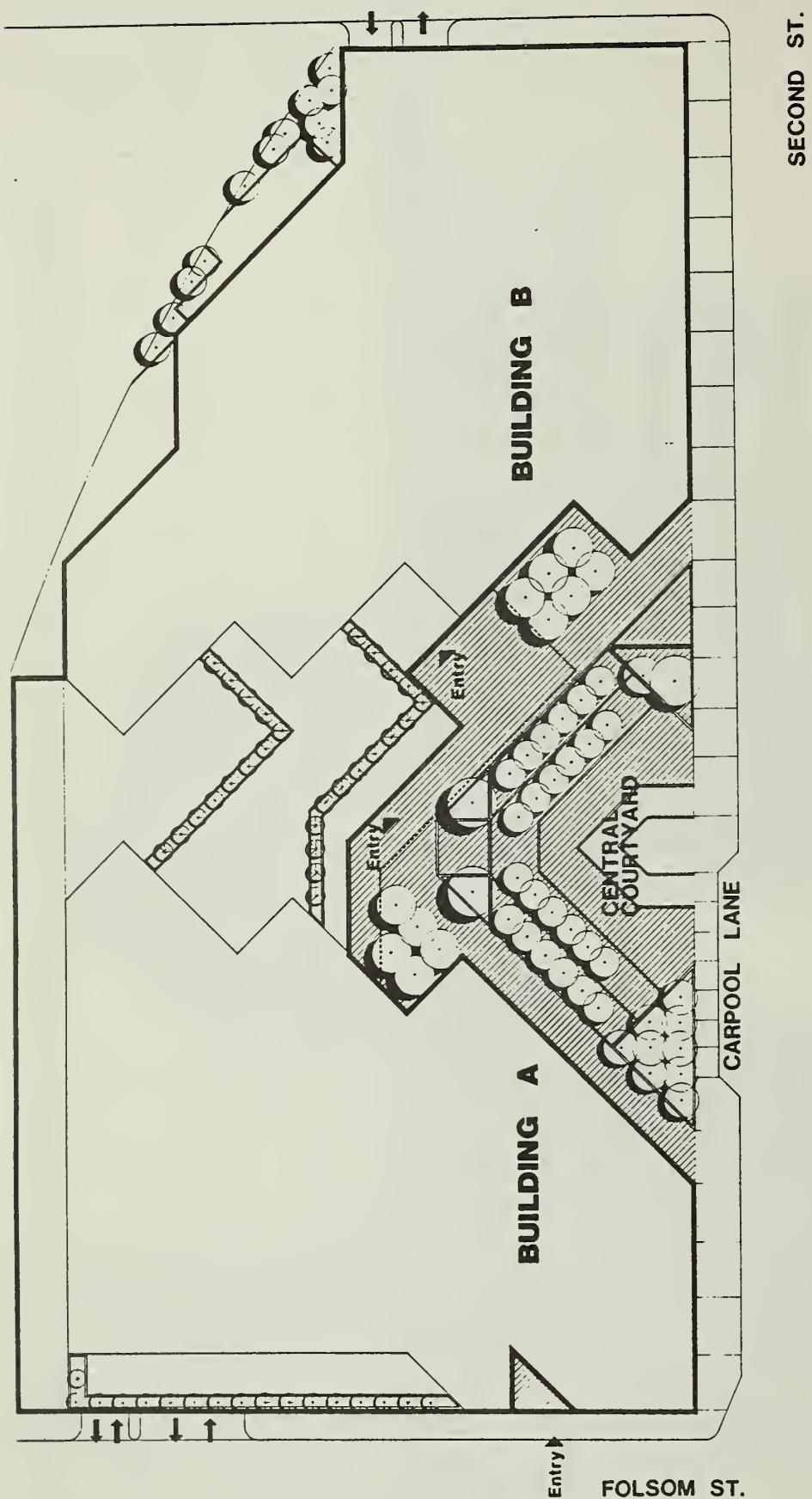
PERSPECTIVE: CENTRAL COURTYARD



Second and Folsom Project
San Francisco, California

-A-73-

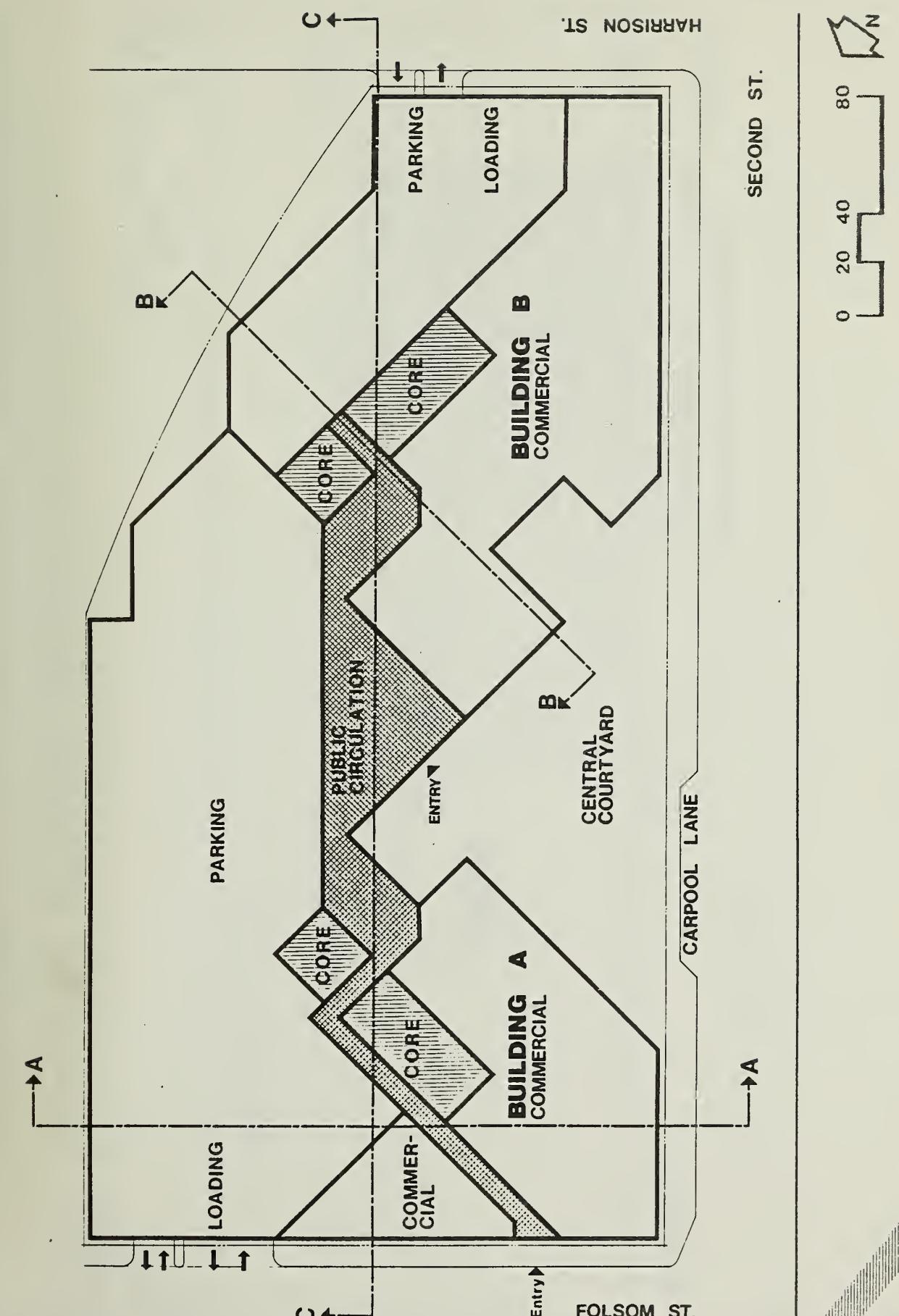




Second and Folsom Project
San Francisco, California

-A-74-

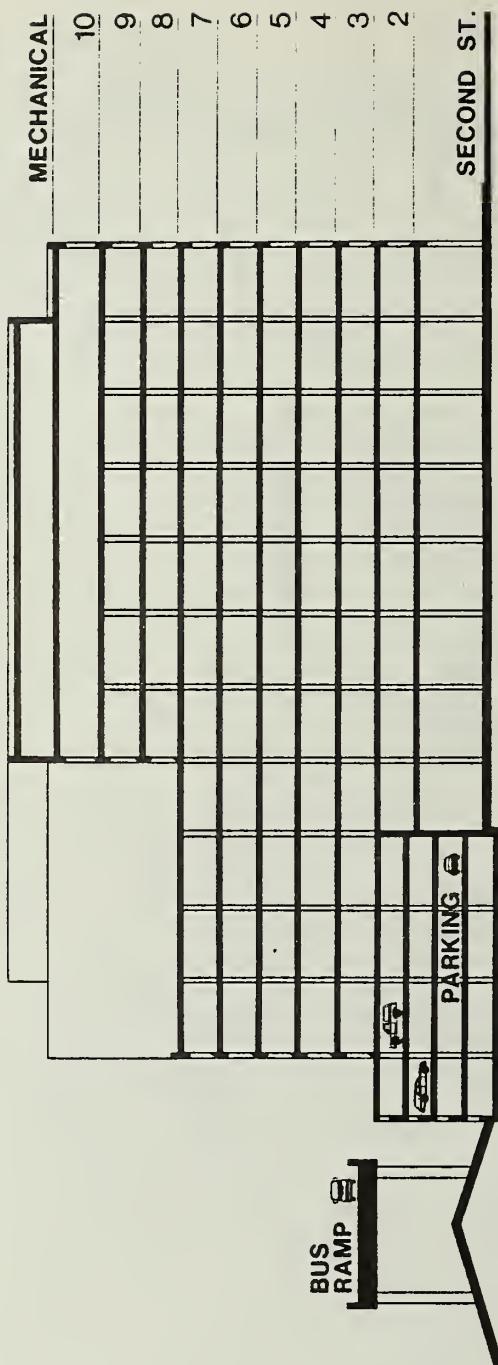
SITE PLAN: COURTYARD/LANDSCAPE



Second and Folsom Project
San Francisco, California

A-75-

SITE PLAN: GROUND FLOOR



BUILDING A

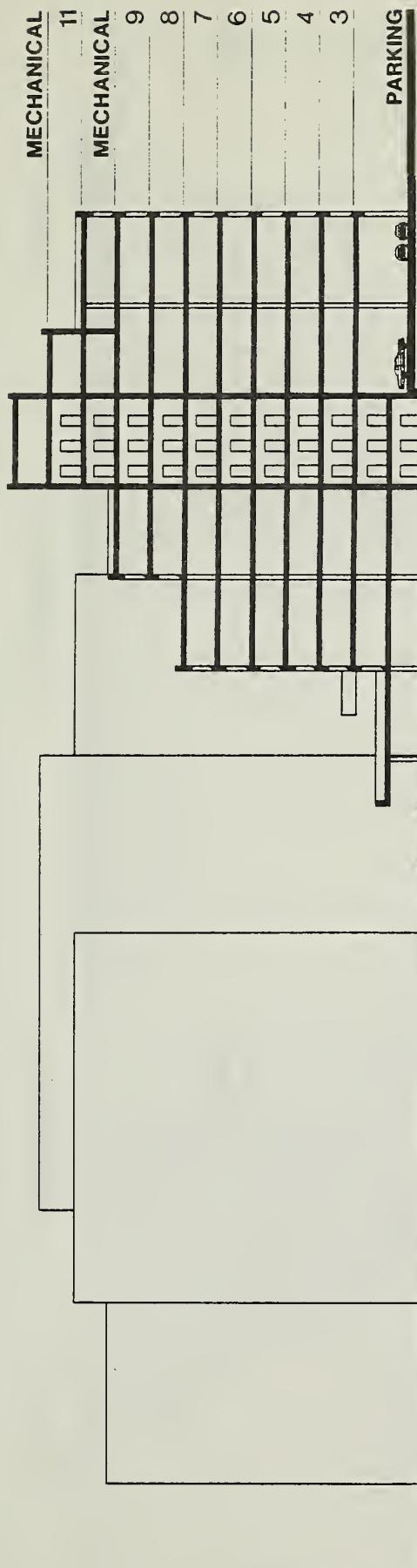
Section A-A



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BUILDING CROSS SECTION

Second and Folsom Project
San Francisco, California



Second and Folsom Project
San Francisco, California

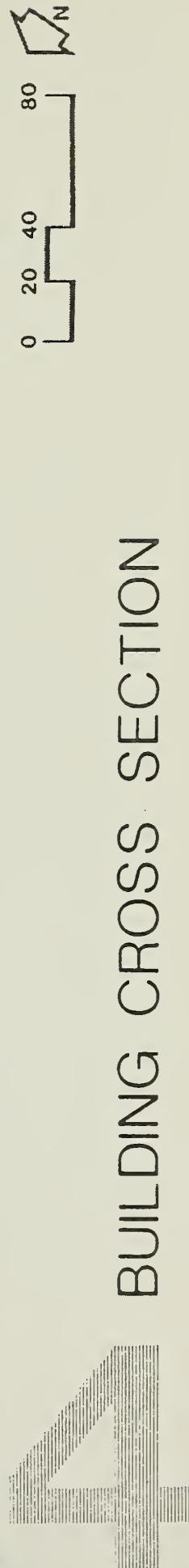
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Section B-B

BUILDING A

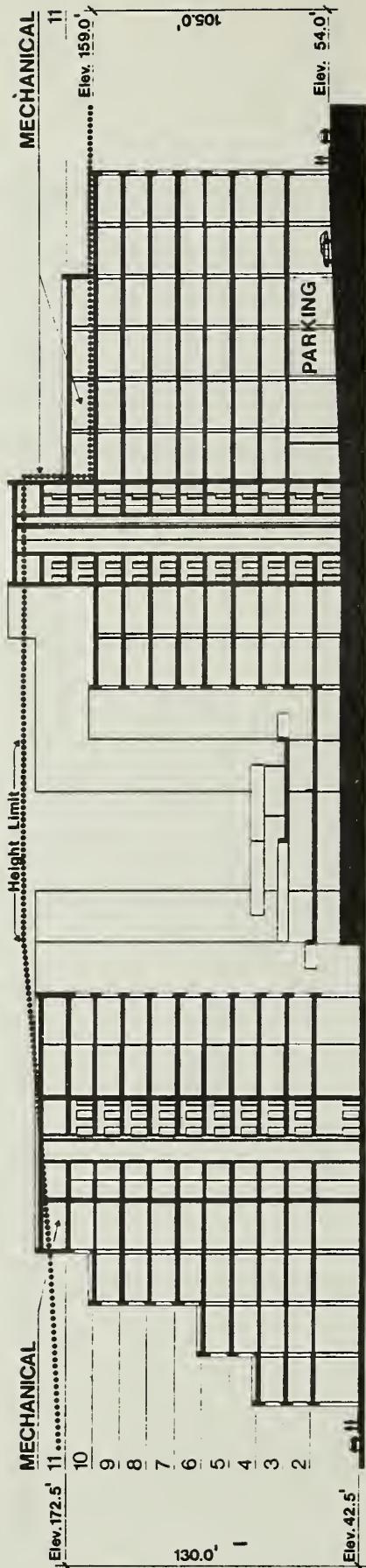
BUILDING B

BUILDING CROSS SECTION



Second and Folsom Project
San Francisco, California

-A-78-

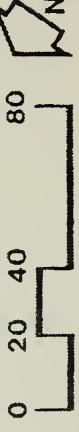


HARRISON ST.

BUILDING B

BUILDING A

Section C-C



BUILDING CROSS SECTION

